

STATE OF

RHODE ISLAND

AND PROVIDENCE PLANTATIONS

Lincoln C. Almond, Governor

COMPREHENSIVE ANNUAL FINANCIAL REPORT

For the Fiscal Year Ended June 30, 1999

Prepared By :

Department of Administration

Robert L. Carl, Jr., Ph.D., Director

Office of Accounts and Control

Lawrence C. Franklin, Jr., CPA, State Controller

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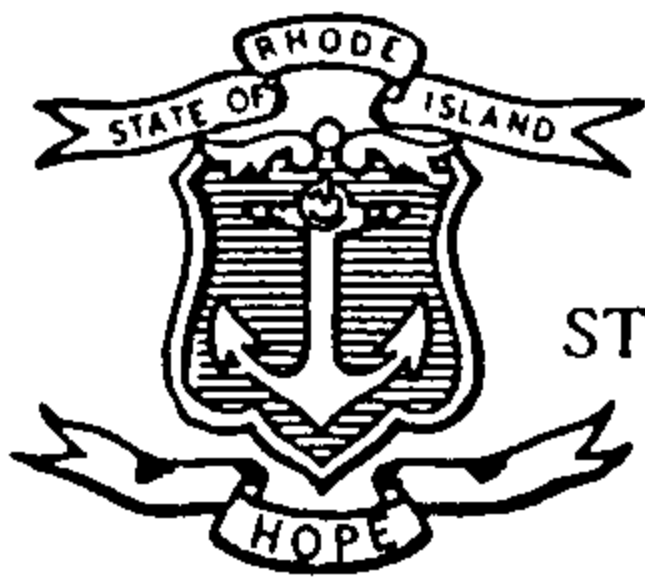
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INTRODUCTORY SECTION



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

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February 23, 2000

The Honorable Lincoln C. Almond, Governor
State of Rhode Island
State House
Providence, Rhode Island 02903

Dear Governor Almond:

In accordance with Section 35-6-1 of the General Laws, we are pleased to submit to you the Comprehensive Annual Financial Report of the State of Rhode Island and Providence Plantations for the fiscal year ended June 30, 1999. This report was prepared by the state's Department of Administration - Office of Accounts and Control. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation rests with management. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operations of the state as measured by the financial activity of its various funds and component units; and that all disclosures necessary to enable the reader to gain the maximum understanding of the state's financial affairs have been included.

This report has been prepared in accordance with generally accepted accounting principles for governments as promulgated by the Governmental Accounting Standards Board. It is presented in three sections: Introductory, Financial, and Statistical. The Introductory Section includes this letter of transmittal, the organization chart, and a list of officials of state government. The Financial Section includes the Independent Auditor's Report, the general-purpose financial statements, required supplementary information and the combining and individual fund financial statements. The Statistical Section, which is unaudited, includes selected financial and demographic information, generally presented on a multi-year basis.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

Management of the state is responsible for establishing and maintaining an internal control structure designed to provide reasonable, but not absolute, assurance that the assets of the state are protected from loss, theft, or misuse and that adequate accounting data are compiled to allow for preparation of financial statements in conformity with generally accepted accounting principles. The concept of reasonable assurance recognizes that (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. Managers in all branches and components of government are required to maintain comprehensive internal control systems, to regularly evaluate the effectiveness and adequacy of these systems by internal reviews, and to submit an annual report on these internal controls to the Governor in accordance with the 1986 Financial Integrity and Accountability Act.

Governor Lincoln C. Almond
February 23, 2000

The Governor is required to submit to the General Assembly an executive budget for the General Fund which contains a complete plan of expenditures for the ensuing fiscal year and identifies the anticipated revenues sufficient to meet the proposed expenditures. Preparation and submission of the budget is governed by both the state constitution and the General Laws of the state.

The budget as proposed by the Governor is considered by the General Assembly which, under state law, may increase, decrease, alter or strike out any items in the budget, provided the General Assembly may not take any action which would cause an excess of expenditures over expected revenues. No appropriation in excess of budget recommendations may be enacted by the General Assembly unless it shall provide the necessary additional revenue to cover such appropriation.

In addition, a State Budget Reserve Account is maintained within the General Fund. Annually, two percent of general revenues and opening surplus are set aside in this reserve account. Amounts in excess of three percent of the total general revenues and opening surplus are transferred to the bond capital fund to be used for capital projects, debt reduction and/or debt service. The reserve or any portion thereof, may be appropriated in the event of an emergency involving the health, safety or welfare of the citizens of the state or in the event of an unanticipated deficit in any given fiscal year, such appropriations to be approved by a majority of each chamber of the General Assembly. The balance in this reserve account at June 30, 1999 was \$65.4 million.

REPORTING ENTITY AND ITS SERVICES

The funds and component units included in this report are those for which the state is accountable, based on criteria for defining the reporting entity prescribed in Governmental Accounting Standards Board Statement No. 14, *The Financial Reporting Entity*. The criteria include appointing a voting majority of an organization's governing body and (1) the ability of the state to impose its will on the organization or (2) the potential for the organization to provide specific financial benefits or impose specific financial burdens on the state. More information about the state reporting entity can be found in Note 1 to the general-purpose financial statements.

The state provides a full range of services contemplated by statute or character. These include education, health and social services, transportation, law, public safety, recreation, public improvements, and comprehensive support.

GENERAL FUND CONDITION

The General Fund accounts for the financing of the principal operations of state government and most jointly financed state-federal programs. Revenues and other sources of the General Fund totaled \$3.2 billion in fiscal year 1999, an increase of \$128 million (4.15%) from the previous year. The revenues from various sources and the change from the previous year are shown in the following tabulation (amounts in thousands):

	1999	1998	Increase (decrease) from 1998	
			Amount	Percent
Taxes:				
Personal income	\$ 757,557	\$ 722,809	\$ 34,748	4.81
Sales and use	678,414	648,701	29,713	4.58
General business	194,115	206,781	(12,666)	(6.13)
Other	44,716	43,932	784	1.78
Subtotal	1,674,802	1,622,223	52,579	3.24
Federal grants	1,002,940	932,240	70,700	7.58
Restricted revenues	106,968	118,179	(11,211)	(9.49)
Licenses, fines, sales, and services	163,031	157,392	5,639	3.58
Other general revenues	36,614	32,874	3,740	11.38
Subtotal	1,309,553	1,240,685	68,868	5.55
Total revenues	2,984,355	2,862,908	121,447	4.24
Other sources	231,538	224,867	6,671	2.97
Total revenues and other sources	\$ 3,215,893	\$ 3,087,775	\$ 128,118	4.15

Expenditures and other uses totaled \$3.242 billion in fiscal year 1999, an increase of \$256 million (8.57%) from the previous year. Changes in expenditures and other uses by function from fiscal 1998 are shown in the following tabulation (amounts in thousands):

	1999	1998	Increase (decrease) from 1998	
			Amount	Percent
General government	\$ 180,185	\$ 187,866	\$ (7,681)	(4.09)
Human services	1,630,699	1,531,939	98,760	6.45
Education	43,723	43,222	501	1.16
Public safety	246,057	233,031	13,026	5.59
Environment	47,895	42,975	4,920	11.45
Capital outlay	26,034	16,656	9,378	56.30
Intergovernmental	681,374	575,972	105,402	18.30
Debt service:				
Principal	40,655	38,567	2,088	5.41
Interest	33,630	34,285	(655)	(1.91)
Total expenditures	2,930,252	2,704,513	225,739	8.35
Other uses	311,709	281,411	30,298	10.77
Total expenditures and other uses	\$ 3,241,961	\$ 2,985,924	\$ 256,037	8.57

As a result of the operating performance discussed above, the state's general fund ended fiscal 1999 with an undesignated fund balance of \$98.3 million.

CASH MANAGEMENT

The General Treasurer is responsible for the deposit of cash receipts and for the payment of sums, as may be required and upon due authorization from the State Controller. Major emphasis is placed by the General Treasurer on cash management in order to insure that there is adequate cash on hand to meet the obligations of the state as they arise.

The General Treasurer is also responsible for the investment of certain funds and accounts of the state on a day-to-day basis. In addition, the General Treasurer is the custodian of certain other funds and accounts and, in conjunction with the State Investment Commission, invests the amounts on deposit in such funds and accounts. The General Treasurer submits an annual report to the General Assembly on the performance of the state's investments.

DEBT ADMINISTRATION

Under the State Constitution, the General Assembly has no power to incur state debts in excess of \$50,000 without the consent of the people, except in the case of war, insurrection or invasion; or to pledge the faith of the state to the payment of obligations without such consent.

The state's general obligation bonds have been assigned ratings by Fitch IBCA, Inc. ("Fitch"), Moody's Investors Service ("Moody's") and Standard and Poor's ("Standard and Poor's"). Certain bonds that are designated as insured bonds, are rated "AAA", "Aaa", and "AAA" by Fitch, Moody's and Standard and Poor's, respectively. Payment of principal and interest on the insured bonds is guaranteed by a municipal bond insurance policy. Other than the insured bonds, the state's general obligation bonds are rated on a long-term/short-term basis as follows: "AA-/F-1+", "Aa3/VMIG 1", and "AA-/A-1+c" by Fitch, Moody's and Standard and Poor's, respectively. The state had \$790.0 million of general obligation bonds supported by taxes outstanding at fiscal year-end. During fiscal 1999, the state issued \$146.9 million of general obligation bonds and redeemed \$124.5 million. The total amount of general obligation bonded debt supported by taxes that was authorized by the voters, but not yet issued was \$310.8 million at June 30, 1999.

The state has reported \$174.3 million of revenue bonds of the R.I. Refunding Bond Authority (RIRBA) in the General Long-Term Debt Account Group. The bonds are secured by lease rentals payable by the state pursuant to lease agreements relating to projects financed by RIRBA and leased to the state, and to loan funds to the state to effect the advance refunding of general obligation bonds issued by the state in 1984.

In addition, the state has pledged or guaranteed the bonds and notes issued by or on behalf of certain agencies, commissions, and authorities of the state. At the end of fiscal 1999, this guaranteed debt amounted to \$21.3 million.

The state has entered into a lease agreement with the R.I. Convention Center Authority (RICCA) related to the RICCA's construction of a convention center and parking facilities. The lease agreement requires rental payments by the state in an amount sufficient to pay the operating expenses of the RICCA and debt service on its obligations. At June 30, 1999 the state's obligation to the RICCA amounted to \$329.7 million.

Governor Lincoln C. Almond
February 23, 2000

In addition, the state has entered into lease agreements with financial institutions to provide funding for certain capital acquisitions through the issuance of lease participation certificates. At June 30, 1999, \$96.9 million of certificates of participation remained outstanding.

It is important to note that repayment of obligations under capital leases is contingent upon and subject to annual appropriation by the General Assembly.

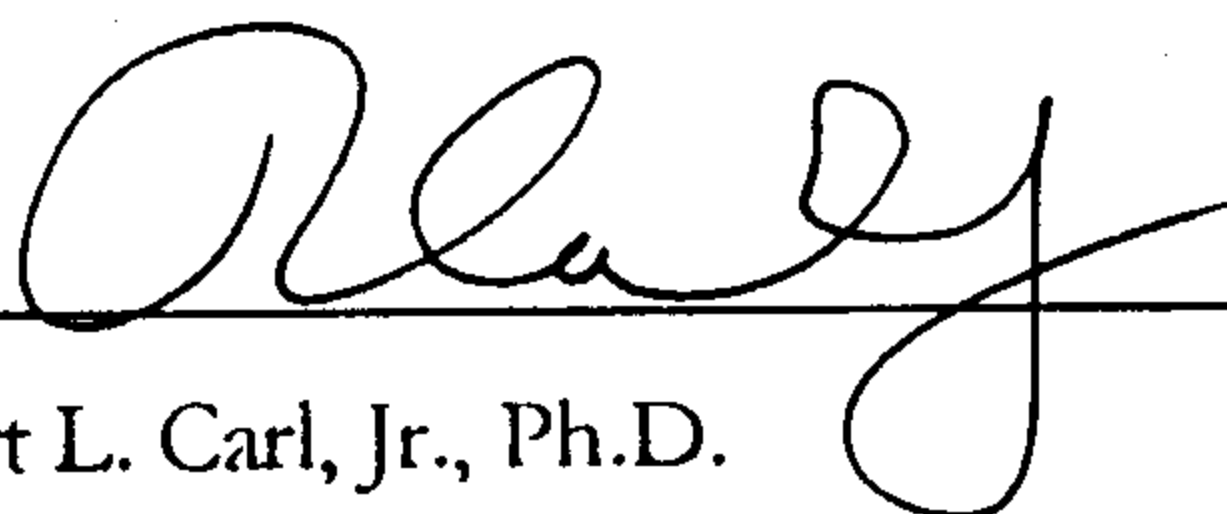
AUDIT

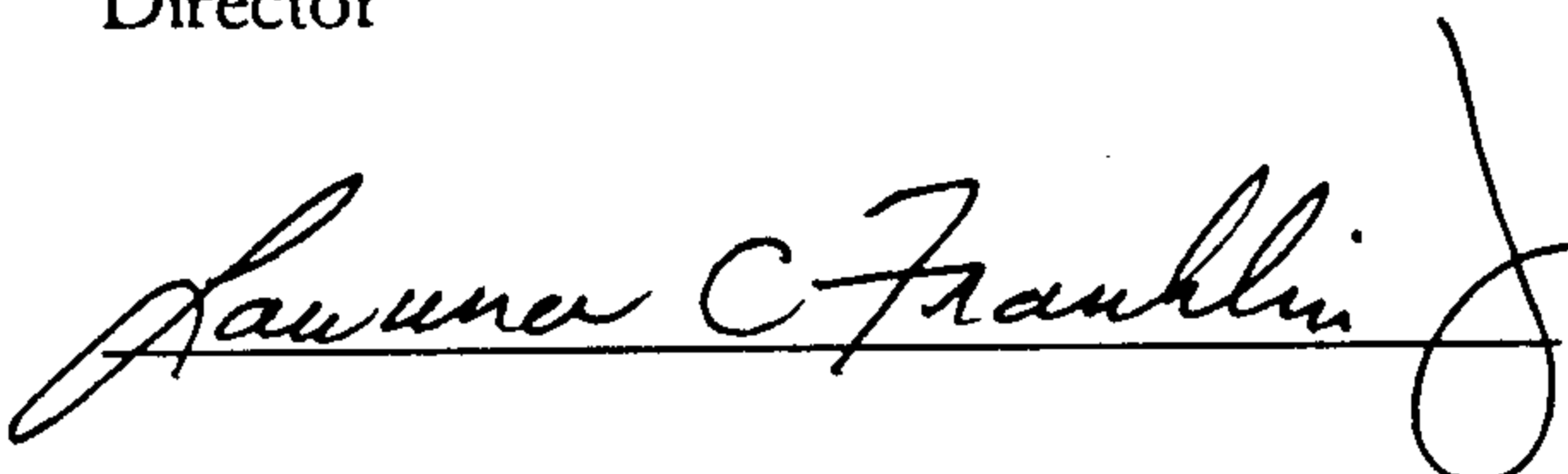
The general-purpose financial statements of the state have been audited by the Auditor General as required by Section 35-7-10 of the General Laws. The Independent Auditor's Report is included in the Financial Section of this report.

ACKNOWLEDGEMENTS

We wish to express our sincere appreciation to the many individuals who assisted and contributed to the preparation of this report. It could not have been accomplished without the professionalism and dedication demonstrated by the entire staff of the Office of Accounts and Control, the Treasury Department, the Office of the Auditor General, and numerous other state agencies. We also want to thank the Governor and members of the General Assembly for their interest and support in planning and conducting the financial operations of the state in a responsible and progressive manner.

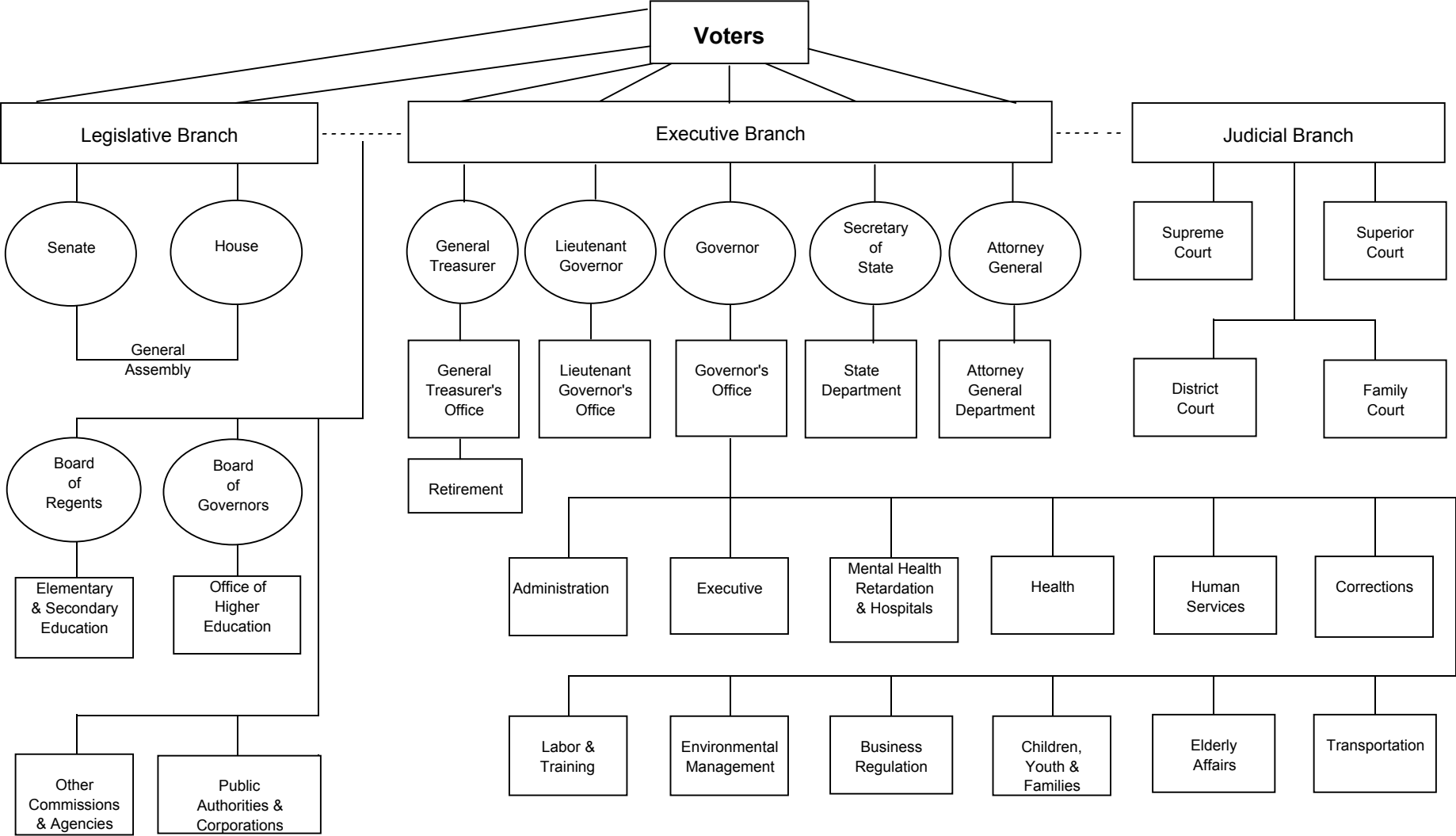
Respectfully submitted,


Robert L. Carl, Jr., Ph.D.
Director


Lawrence C. Franklin, Jr., CPA
State Controller

Rhode Island State Government

Organization Chart



STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

OFFICIALS OF STATE GOVERNMENT

EXECUTIVE BRANCH

Governor

Lincoln C. Almond

Lieutenant Governor

Charles J. Fogarty

Secretary of State

James R. Langevin

General Treasurer

Paul J. Tavares

Attorney General

Sheldon W. Whitehouse

LEGISLATIVE BRANCH

Senate

President Pro-Tempore of the Senate

Charles D. Walton

House of Representatives

Speaker of the House

John B. Harwood

JUDICIAL BRANCH

Chief Justice of the Supreme Court

Joseph R. Weisberger

FINANCIAL SECTION



ERNEST A. ALMONTE, CPA, CFE
Auditor General

GENERAL ASSEMBLY

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INDEPENDENT AUDITOR'S REPORT

Finance Committee of the House of Representatives and
Joint Committee on Legislative Services, General Assembly,
State of Rhode Island and Providence Plantations:

We have audited the accompanying general-purpose financial statements of the State of Rhode Island and Providence Plantations (the State) as of and for the year ended June 30, 1999 as listed in the Table of Contents. These general-purpose financial statements are the responsibility of the State's management. Our responsibility is to express an opinion on these general-purpose financial statements based on our audit. We did not audit the financial statements of certain component units which represent 100% of the assets and revenues of the discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for these component units, is based solely on the reports of the other auditors.

We conducted our audit in accordance with generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit and the reports of other auditors provide a reasonable basis for our opinion.

The general-purpose financial statements do not include the statement of the general fixed assets account group which should be included in order to conform with generally accepted accounting principles. The State has not completed the accumulation of historical information as to the cost and classification of its investment in general fixed assets. The amount that should be recorded in the general fixed assets account group is not known.

In our opinion, based on our audit and the reports of other auditors, except for the effect on the general-purpose financial statements of the omission of the statement of the general fixed assets account, the general-purpose financial statements referred to above present fairly, in all material respects, the financial position of the State at June 30, 1999, and the results of its operations, the cash flows of its proprietary fund types, nonexpendable trust funds and proprietary component units, and the changes in plan net assets of its pension trust funds for the year then ended in conformity with generally accepted accounting principles.

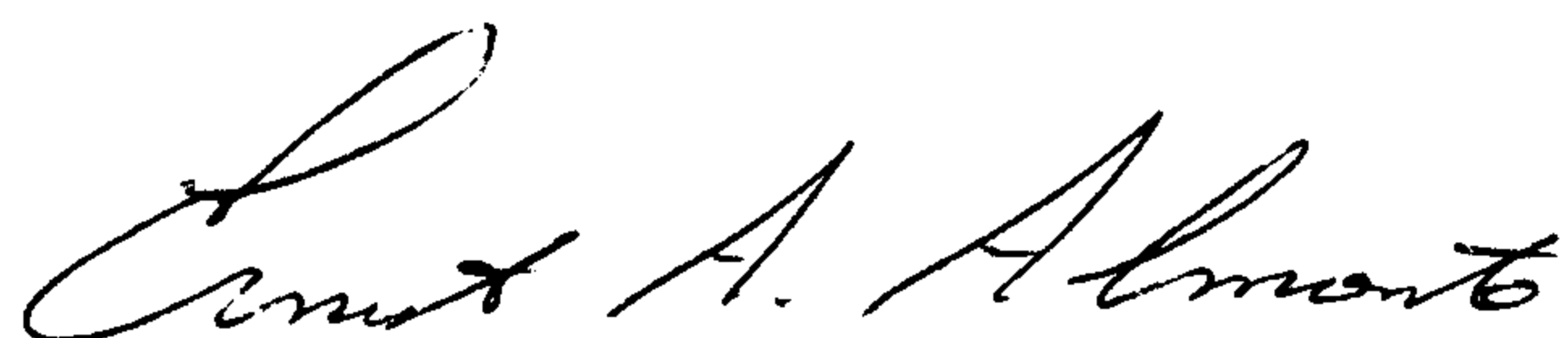
As discussed in Note 1(W), the State changed its definition of the reporting entity.

As discussed in Note 21, the R.I. Depositors Economic Protection Corporation, a proprietary component unit, is dependent upon annual appropriations by the General Assembly of the State of a portion of the State's sales and use tax revenue to fund debt service on certain bonded indebtedness totaling \$107.3 million at June 30, 1999.

In accordance with *Government Auditing Standards*, we have also issued our report dated February 23, 2000, on our consideration of the State's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, and grants.

Our audit was performed for the purpose of forming an opinion on the general-purpose financial statements of the State, taken as a whole. The Schedules of Funding Progress as listed in the Table of Contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it. The combining and individual fund statements, as listed in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the general-purpose financial statements of the State. Such information has been subjected to the auditing procedures applied in the audit of the general-purpose financial statements and, in our opinion, based on our audit and the reports of other auditors, is fairly presented in all material respects in relation to the general-purpose financial statements taken as a whole.

We did not audit the data included in the statistical section and, accordingly, express no opinion thereon.



Ernest A. Almonte, CPA, CFE
Auditor General

February 23, 2000

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FINANCIAL SECTION

GENERAL - PURPOSE FINANCIAL STATEMENTS

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINED BALANCE SHEET

ALL FUND TYPES, ACCOUNT GROUPS, AND DISCRETELY PRESENTED COMPONENT UNITS

June 30, 1999

(Expressed in thousands)

Assets	Governmental Fund Types				Proprietary Fund Types	
	General	Special Revenue	Debt Service	Capital Projects	Enterprise (State Lottery)	Internal Service
Cash and cash equivalents	\$ 226,078	\$ 45,806	\$	\$ 86,937	\$ 12,839	\$ 2,666
Funds on deposit with fiscal agent				22,771		
Investments		27,869		15,846	4,159	
Receivables (net)	92,590	15,497		24	10,697	1,577
Due from other funds	19,093	1,645	4,000	1,922		7,162
Due from component units	1,010	2,797				
Due from primary government						
Due from other governments and agencies (net)	152,537	31,863		3,803		
Inventories					571	2,474
Loans to other funds	7,748					
Loans and real estate held						
Fixed assets (net)					600	6,490
Other assets	4,934			3,483	845	
Amount available in debt service reserves						
Amount to be provided for retirement of general long-term obligations						
Rentals due						
Total assets	<u>\$ 503,990</u>	<u>\$ 125,477</u>	<u>\$ 4,000</u>	<u>\$ 134,786</u>	<u>\$ 29,711</u>	<u>\$ 20,369</u>
Liabilities and Fund Equity						
Liabilities:						
Cash overdraft	\$	\$ 3,097		\$	\$	\$ 33
Vouchers and accounts payable	218,310	25,714		5,202	5,512	4,923
Due to other funds	19,118	6,673		1,252	12,385	1,155
Due to component units	13,933	499		5,170		
Due to primary government						
Due to other governments and agencies	4,035					
Accrued liabilities	17,183	2,100			248	1,976
Deferred revenue	3,272	2,132			897	
Loans from other funds				3,489		4,259
Other current liabilities	19,141			4,461		
Compensated absences						
Notes payable						
Loans payable						
Obligations under capital leases						2,330
Bonds payable						
Other long-term liabilities					10,418	
Total liabilities	<u>294,992</u>	<u>40,215</u>		<u>19,574</u>	<u>29,460</u>	<u>14,676</u>
Fund equity:						
Contributed capital						
Retained earnings:						
Reserved						896
Unreserved (deficit)					251	4,797
Fund balances:						
Reserved	110,698	242,737	4,000	41,266		
Unreserved:						
Designated		25,164		74,071		
Undesignated (deficit)	98,300	(182,639)		(125)		
Total fund equity	<u>208,998</u>	<u>85,262</u>	<u>4,000</u>	<u>115,212</u>	<u>251</u>	<u>5,693</u>
Total liabilities and fund equity	<u>\$ 503,990</u>	<u>\$ 125,477</u>	<u>\$ 4,000</u>	<u>\$ 134,786</u>	<u>\$ 29,711</u>	<u>\$ 20,369</u>

The accompanying notes are an integral part of these financial statements.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Fiduciary Fund Types	Account Group	TOTAL PRIMARY GOVERNMENT (Memorandum only)	Component Units		TOTAL REPORTING ENTITY (Memorandum only)
Trust and Agency	General Long-term Debt		Governmental	Proprietary	
\$ 1,526	\$	\$ 375,852	\$ 35,954	\$ 333,170	\$ 744,976
240,130		262,901			262,901
6,617,340		6,665,214	1,818	780,707	7,447,739
21,259		141,644	35,143	1,969,471	2,146,258
6,848		40,670	17,507		58,177
		3,807			3,807
			5,475	29,183	34,658
1,069		189,272		20,328	209,600
		3,045	2,628	1,719	7,392
		7,748			7,748
				22,015	22,015
		7,090	1,992	932,965	942,047
		9,262	4,935	153,823	168,020
	22,656	22,656	855		23,511
	1,482,541	1,482,541	83,351		1,565,892
				9,150	9,150
\$ 6,888,172	\$ 1,505,197	\$ 9,211,702	\$ 189,658	\$ 4,252,531	\$ 13,653,891
\$ 7,979	\$	\$ 11,109	\$ 12,890	\$ 128	\$ 24,127
4,146		263,807	21,051	22,915	307,773
87		40,670	17,507		58,177
		19,602			19,602
			927	83	1,010
758		4,793		18,473	23,266
		21,507		75,942	97,449
		6,301	11,553	7,261	25,115
		7,748			7,748
58,776		82,378	2,433		84,811
	62,478	62,478	34,033		96,511
			2,366	28,332	30,698
			495	43,397	43,892
	426,530	428,860	7,392	36,265	472,517
	998,961	998,961	40,322	2,921,156	3,960,439
	17,228	27,646	1,153	271,974	300,773
71,746	1,505,197	1,975,860	152,122	3,425,926	5,553,908
				372,028	372,028
		896		238,959	239,855
		5,048	(2,783)	215,618	217,883
6,813,208		7,211,909	62,508		7,274,417
		99,235			99,235
3,218		(81,246)	(22,189)		(103,435)
6,816,426		7,235,842	37,536	826,605	8,099,983
\$ 6,888,172	\$ 1,505,197	\$ 9,211,702	\$ 189,658	\$ 4,252,531	\$ 13,653,891

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

ALL GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST FUNDS, AND DISCRETELY PRESENTED GOVERNMENTAL COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

(Expressed in thousands)

	Governmental Fund Types			
	General	Special Revenue	Debt Service	Capital Projects
Revenues:				
Taxes	\$ 1,674,802	\$ 244,206	\$	\$
Licenses, fines, sales, and services	163,031	4,308		8,586
Departmental restricted revenue	106,968	240		
Federal grants	1,002,940	208,499		3,994
Income from investments	7,378	4,284		8,764
Other revenues	29,236	3,421		
Total revenues	2,984,355	464,958		21,344
Other financing sources:				
Bonds and notes issued				146,870
Operating transfers in	211,158	30,759	4,000	39,405
Operating transfers from primary government				
Operating transfers from component units	4,000	6,467		
Other	16,380			5,199
Total revenues and other financing sources	3,215,893	502,184	4,000	212,818
Expenditures:				
Current:				
General government	180,185	31,340		
Human services	1,630,699	131,241		
Education	43,723			
Public safety	246,057			
Environment	47,895	6,834		
Transportation		43,660		
Capital outlays	26,034	172,977		28,562
Intergovernmental	681,374	79		3,437
Debt service:				
Principal	40,655	18,588		
Interest and other charges	33,630	19,621		12,568
Total expenditures	2,930,252	424,340		44,567
Other financing uses:				
Payments to refunded bonds escrow agents				84,763
Operating transfers out	43,845	32,302		73,066
Operating transfers to component units	267,864	45,580		36,749
Other				
Total expenditures and other financing uses	3,241,961	502,222		239,145
Revenues and other financing sources over (under) expenditures and other financing uses	(26,068)	(38)	4,000	(26,327)
Net gain from proprietary operations				
Fund balances, July 1, 1998	235,066	85,300		141,539
Fund balances, June 30, 1999	\$ 208,998	\$ 85,262	\$ 4,000	\$ 115,212

The accompanying notes are an integral part of these financial statements.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Fiduciary Fund Types	TOTAL PRIMARY GOVERNMENT (Memorandum only)	Component Units	TOTAL REPORTING ENTITY (Memorandum only)
Expendable Trust		Governmental	
\$ 184,811	\$ 2,103,819	\$	\$ 2,103,819
	175,925	174,263	350,188
	107,208		107,208
1,596	1,217,029	59,681	1,276,710
14,460	34,886		34,886
1,280	33,937	35,170	69,107
202,147	3,672,804	269,114	3,941,918
	146,870		146,870
	285,322	4,732	290,054
		180,991	180,991
	10,467		10,467
5,018	26,597	7,999	34,596
207,165	4,142,060	462,836	4,604,896
	211,525		211,525
145,161	1,907,101		1,907,101
	43,723	424,583	468,306
	246,057		246,057
	54,729		54,729
	43,660		43,660
	227,573	17,473	245,046
	684,890		684,890
	59,243	3,706	62,949
	65,819	5,465	71,284
145,161	3,544,320	451,227	3,995,547
	84,763		84,763
	149,213	4,653	153,866
	350,193		350,193
3,151	3,151		3,151
148,312	4,131,640	455,880	4,587,520
58,853	10,420	6,956	17,376
		1	1
185,332	647,237	30,579	677,816
\$ 244,185	\$ 657,657	\$ 37,536	\$ 695,193

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STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY

ALL PROPRIETARY FUND TYPES, SIMILAR TRUST FUNDS, AND DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

(Expressed in thousands)

	Proprietary Fund Types		Fiduciary Fund Types	TOTAL PRIMARY GOVERNMENT	Component Units	TOTAL REPORTING ENTITY
	Enterprise (State Lottery)	Internal Service	Nonexpendable Trust	(Memorandum only)	Proprietary	(Memorandum only)
Operating revenues:						
Charges for services	\$ 741,170	\$ 76,876	\$ 69	\$ 818,115	\$ 173,189	\$ 991,304
Interest income			340	340	175,633	175,973
Other operating income					34,477	34,477
Total operating revenues	741,170	76,876	409	818,455	383,299	1,201,754
Operating expenses:						
Personal services	2,792	11,680		14,472	87,513	101,985
Supplies, materials, and services	104,382	63,039		167,421	84,710	252,131
Interest expense					123,758	123,758
Grant, scholarships, and contract programs					9,678	9,678
Prize awards	501,224			501,224		501,224
Depreciation, depletion, and amortization	191	655		846	44,575	45,421
Other operating expenses			131	131	18,627	18,758
Total operating expenses	608,589	75,374	131	684,094	368,861	1,052,955
Operating income	132,581	1,502	278	134,361	14,438	148,799
Nonoperating revenues (expenses):						
Income from investments	528	8		536	7,705	8,241
Grants					22,274	22,274
Gain on sale of property					371	371
Interest expense		(99)		(99)	(41,982)	(42,081)
Other nonoperating revenues	384			384	9,733	10,117
Total nonoperating revenue (expenses)	912	(91)		821	(1,899)	(1,078)
Income before transfers	133,493	1,411	278	135,182	12,539	147,721
Operating transfers in		330		330		330
Operating transfers out	(133,565)			(133,565)		(133,565)
Operating transfers from primary government					112,718	112,718
Operating transfers to primary government					(4,000)	(4,000)
Income (loss) before extraordinary items and cumulative effect of change in accounting principle	(72)	1,741	278	1,947	121,257	123,204
Extraordinary items					(5,693)	(5,693)
Cumulative effect of change in accounting principle					2,064	2,064
Net income (loss)	(72)	1,741	278	1,947	117,628	119,575
Other changes in fund equity:						
Increase in contributed capital					40,055	40,055
Other					(5,493)	(5,493)
Net increase (decrease) in fund equity	(72)	1,741	278	1,947	152,190	154,137
Fund equity, July 1, 1998, as restated	323	3,952	2,940	7,215	674,415	681,630
Fund equity, June 30, 1999	\$ 251	\$ 5,693	\$ 3,218	\$ 9,162	\$ 826,605	\$ 835,767

The accompanying notes are an integral part of these financial statements.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINED STATEMENT OF CASH FLOWS

ALL PROPRIETARY FUND TYPES, SIMILAR TRUST FUNDS, AND DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

(Expressed in thousands)

	Proprietary Fund Types		Fiduciary Fund Types	TOTAL PRIMARY GOVERNMENT	Component Units	TOTAL REPORTING ENTITY
	Enterprise (State Lottery)	Internal Service	Nonexpendable Trust	(Memorandum only)	Proprietary	(Memorandum only)
Cash flows from operating activities						
Cash received from customers	\$ 758,279	\$ 70,252	\$	\$ 828,531	\$ 553,162	\$ 1,381,693
Cash received from grants					316	316
Collections from loans and receivership assets					35,691	35,691
Proceeds from the sale of real estate owned					701	701
Cash payments to suppliers for goods and services	(2,872)	(62,438)		(65,310)	(109,970)	(175,280)
Cash payments to employees for services	(2,765)	(11,551)		(14,316)	(76,273)	(90,589)
Loans issued					(138,209)	(138,209)
Cash payments for claims, grants, and scholarships					(147,837)	(147,837)
Other operating revenue	168	483	69	720	14,362	15,082
Other operating expenses	(623,261)		(179)	(623,440)	(447)	(623,887)
Net cash provided by (used for) operating activities	129,549	(3,254)	(110)	126,185	131,496	257,681
Cash flows from noncapital financing activities:						
Proceeds from issuance of long-term debt					420,173	420,173
Payment of bonds and notes					(360,241)	(360,241)
Payment of interest					(134,258)	(134,258)
Proceeds from grants					19,317	19,317
Loans from other funds		2,139		2,139		2,139
Repayment of loans to other funds		(116)		(116)		(116)
Collection of loans and mortgages					2	2
Contract revenue					3,238	3,238
Operating transfers out	(122,353)			(122,353)	(943)	(123,296)
Operating transfers from primary government					112,651	112,651
Operating transfers to primary government					(4,000)	(4,000)
Grants issued					(1,522)	(1,522)
Negative cash balance implicitly financed		33		33	128	161
Net cash provided by (used for) noncapital financing activities	(122,353)	2,056		(120,297)	54,545	(65,752)
Cash flows from capital and related financing activities:						
Principal paid on revenue bonds					(13,264)	(13,264)
Proceeds from issuance of long-term debt					22,514	22,514
Payment of interest		(99)		(99)	(33,814)	(33,913)
Payment of notes and loans					(16,347)	(16,347)
Payment of capital lease obligations		(574)		(574)	(3,582)	(4,156)
Payment of financing costs					(1,047)	(1,047)
Payment for the purchase of program rights					(298)	(298)
Acquisition of capital assets	(173)	(2,466)		(2,639)	(93,589)	(96,228)
Contributed capital		330		330	39,259	39,589
Proceeds from capital grants used for operating activities					5,385	5,385
Proceeds from sale of assets					519	519
Net cash provided by (used for) capital and related financing activities	(173)	(2,809)		(2,982)	(94,264)	(97,246)
Cash flows from investing activities:						
Purchase of investments			(1,617)	(1,617)	(837,084)	(838,701)
Proceeds from sale and maturity of investments	1,809		1,744	3,553	627,827	631,380
Interest on investments	529	8	85	622	52,150	52,772
Net cash provided by (used for) investing activities	2,338	8	212	2,558	(157,107)	(154,549)
Net increase (decrease) in cash and cash equivalents	9,361	(3,999)	102	5,464	(65,330)	(59,866)
Cash and cash equivalents, July 1, 1998	3,478	6,665	524	10,667	389,302	399,969
Cash and cash equivalents, June 30, 1999	\$ 12,839	\$ 2,666	\$ 626	\$ 16,131	\$ 323,972	\$ 340,103

The accompanying notes are an integral part of these financial statements.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

	Proprietary Fund Types		Fiduciary Fund Types	TOTAL PRIMARY GOVERNMENT (Memorandum only)	Component Units	TOTAL REPORTING ENTITY (Memorandum only)
	Enterprise (State Lottery)	Internal Service	Nonexpendable Trust		Proprietary	
Reconciliation of operating income to net cash provided by (used for) operating activities:						
Operating income	\$ 132,581	\$ 1,502	\$ 278	\$ 134,361	\$ 14,438	\$ 148,799
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:						
Depreciation, depletion, and amortization	191	655		846	44,575	45,421
Interest on investments and other income	(2,080)		(340)	(2,420)	(50,612)	(53,032)
Interest expense					124,849	124,849
Provision for cost of scholarships					2,100	2,100
Landfill postclosure costs					(2,709)	(2,709)
(Increase) decrease in assets:						
Receivables	(3,675)	(7,405)		(11,080)	(17,252)	(28,332)
Inventories	142	(497)		(355)	189	(166)
Prepaid items					(713)	(713)
Other assets	1,787			1,787	1,142	2,929
Increase (decrease) in liabilities:						
Accounts payable and accrued expenses	(34)	2,362	(48)	2,280	7,008	9,288
Deferred revenue	170			170	(629)	(459)
Escrow deposits					9,110	9,110
Other liabilities	467	129		596		596
Subtotal	(3,032)	(4,756)	(388)	(8,176)	117,058	108,882
Net cash provided by (used for) operating activities	\$ 129,549	\$ (3,254)	\$ (110)	\$ 126,185	\$ 131,496	\$ 257,681
Noncash investing, capital, and financing activities:						
Assets acquired through loan program	\$	\$	\$	\$	\$ 4,943	\$ 4,943
Interest capitalized					3	3
Accretion of interest on investment for jackpot awards	385			385		385
Increase in funds on deposit and deferred revenue	271			271		271
Total noncash transactions	\$ 656	\$	\$	\$ 656	\$ 4,946	\$ 5,602
Cash and cash equivalents in the Fiduciary Fund Types on the Combined Balance Sheet include:						
Expendable Trust Funds					\$ 523	
Pension Trust Funds					239	
Agency Fund					138	
Nonexpendable Trust Funds					626	
Total					\$ 1,526	
Cash and cash equivalents for Proprietary Component Units on the Combined Balance Sheet include:						
Cash and cash equivalents from Statement of Cash Flow					\$ 323,972	
R.I. Housing Mortgage Finance Corporation - Affordability Housing Trust					2,168	
R.I. Higher Education Assistance Authority - Savings Trust					14	
R.I. Higher Education Assistance Authority - Federal Student Loan Reserve Fund					7,016	
Total					\$ 333,170	

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - BUDGET AND ACTUAL****GENERAL FUND AND BUDGETED SPECIAL REVENUE FUNDS**

For the Fiscal Year Ended June 30, 1999

(Expressed in thousands)

	General Fund		
	Budget	Actual	Variance
Revenues:			
Taxes	\$ 1,664,950	\$ 1,674,802	\$ 9,852
Licenses, fines, sales, and services	160,200	163,031	2,831
Departmental restricted revenue	110,609	106,968	(3,641)
Federal grants	1,059,177	1,002,940	(56,237)
Other revenues	36,000	36,614	614
Total revenues	3,030,936	2,984,355	(46,581)
Other financing sources:			
Operating transfers in	211,728	211,158	(570)
Operating transfers from component units	4,000	4,000	
Other	15,015	16,380	1,365
Total revenues and other financing sources	3,261,679	3,215,893	(45,786)
Expenditures:			
Current:			
General government	210,667	180,185	30,482
Human services	1,672,800	1,630,699	42,101
Education	51,013	43,723	7,290
Public safety	256,445	246,057	10,388
Environment	68,389	47,895	20,494
Transportation			
Capital outlays	26,034	26,034	
Intergovernmental	681,374	681,374	
Debt service:			
Principal	40,655	40,655	
Interest and other charges	33,630	33,630	
Total expenditures	3,041,007	2,930,252	110,755
Other financing uses:			
Operating transfers out	39,876	43,845	(3,969)
Operating transfers to component units	266,938	267,864	(926)
Total expenditures and other financing uses	3,347,821	3,241,961	105,860
Revenues and other financing sources over (under) expenditures and other financing uses	(86,142)	(26,068)	60,074
Fund balances, July 1, 1998	235,066	235,066	
Fund balances, June 30, 1999	\$ 148,924	\$ 208,998	\$ 60,074

The accompanying notes are an integral part of these financial statements.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Budgeted Special Revenue Funds			Total (Memorandum Only)		
Budget	Actual	Variance	Budget	Actual	Variance
\$ 247,120	\$ 244,206	\$ (2,914)	\$ 1,912,070	\$ 1,919,008	\$ 6,938
180	240	60	160,200	163,031	2,831
260,709	208,499	(52,210)	110,789	107,208	(3,581)
2,114	7,050	4,936	1,319,886	1,211,439	(108,447)
510,123	459,995	(50,128)	38,114	43,664	5,550
			3,541,059	3,444,350	(96,709)
45,000	36,202	(8,798)	256,728	247,360	(9,368)
			4,000	4,000	
			15,015	16,380	1,365
555,123	496,197	(58,926)	3,816,802	3,712,090	(104,712)
31,912	31,340	572	242,579	211,525	31,054
136,093	131,241	4,852	1,808,893	1,761,940	46,953
			51,013	43,723	7,290
			256,445	246,057	10,388
67,636	42,167	25,469	68,389	47,895	20,494
201,536	172,977	28,559	67,636	42,167	25,469
79		(79)	227,570	199,011	28,559
18,588	18,588		681,374	681,453	(79)
19,754	19,621	133	59,243	59,243	
475,519	416,013	59,506	53,384	53,251	133
27,205	32,302	(5,097)	3,516,526	3,346,265	170,261
64,289	45,580	18,709	67,081	76,147	(9,066)
567,013	493,895	73,118	331,227	313,444	17,783
(11,890)	2,302	14,192	3,914,834	3,735,856	178,978
7,500	80,913	73,413	(98,032)	(23,766)	74,266
\$ (4,390)	\$ 83,215	\$ 87,605	242,566	315,979	73,413
			\$ 144,534	\$ 292,213	\$ 147,679

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINED STATEMENT OF PLAN NET ASSETS

PENSION TRUST FUNDS

June 30, 1999

(Expressed in thousands)

	Employees' Retirement System	Municipal Employees' Retirement System	State Police Retirement Benefits Trust	Judicial Retirement Benefits Trust	TOTAL (Memorandum only)
Assets					
Cash and cash equivalents	\$	\$	\$ 124	\$ 115	\$ 239
Receivables:					
Member contributions	8,158	1,375			9,533
Employer contributions	7,680	979			8,659
Due from other funds	6,603	7	1	1	6,612
Total receivables	22,441	2,361	1	1	24,804
Investments, at fair value:					
Equity in short-term investment fund	193	1			194
Equity in pooled trust	5,683,181	831,580	8,509	5,513	6,528,783
Plan specific investments	27,787				27,787
Total investments	5,711,161	831,581	8,509	5,513	6,556,764
Total assets	5,733,602	833,942	8,634	5,629	6,581,807
Liabilities					
Cash overdraft	6,786	1,193			7,979
Vouchers and accounts payable	3,609	528	5	4	4,146
Due to other funds	5				5
Payable to certain individuals	654				654
Total liabilities	11,054	1,721	5	4	12,784
Net assets held in trust for pension benefits	\$ 5,722,548	\$ 832,221	\$ 8,629	\$ 5,625	\$ 6,569,023

The accompanying notes are an integral part of these financial statements.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINED STATEMENT OF CHANGES IN PLAN NET ASSETS

PENSION TRUST FUNDS

For the Fiscal Year Ended June 30, 1999

(Expressed in thousands)

	Employees' Retirement System	Municipal Employees' Retirement System	State Police Retirement Benefits Trust	Judicial Retirement Benefits Trust	TOTAL (Memorandum only)
Additions:					
Contributions:					
Member contributions	\$ 106,124	\$ 13,229	\$ 482	\$ 276	\$ 120,111
Employer contributions	92,287	6,609	631	737	100,264
State contributions for teachers	30,203				30,203
Interest on service credits purchased	1,284	195			1,479
Service credit transfer payments	372	130			502
Total contributions	230,270	20,163	1,113	1,013	252,559
Investment income:					
Net appreciation in fair value of investments	376,448	55,000	578	378	432,404
Interest	114,890	16,511	157	99	131,657
Dividends	41,937	6,133	59	37	48,166
Other investment income	14,062	2,057	20	13	16,152
	547,337	79,701	814	527	628,379
Less investment expense	18,633	2,724	28	17	21,402
Net investment income	528,704	76,977	786	510	606,977
Total additions	758,974	97,140	1,899	1,523	859,536
Deductions:					
Retirement benefits	303,036	28,689			331,725
Refund of contributions	5,485	1,689			7,174
Administrative expense	2,178	319			2,497
Service credit transfer payments	131	372			503
Total deductions	310,830	31,069			341,899
Net increase	448,144	66,071	1,899	1,523	517,637
Net assets held in trust for pension benefits					
July 1, 1998	5,274,404	766,150	6,730	4,102	6,051,386
June 30, 1999	\$ 5,722,548	\$ 832,221	\$ 8,629	\$ 5,625	\$ 6,569,023

The accompanying notes are an integral part of these financial statements.

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STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 1. Summary Of Significant Accounting Policies

A. Basis of Presentation

The accompanying general-purpose financial statements have been prepared in conformance with generally accepted accounting principles (GAAP) for governments as prescribed by the Governmental Accounting Standards Board (GASB), except as described in Note 1(D). GASB is the accepted standard setting body for establishing governmental accounting and financial reporting principles. In accordance with GASB Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," in the absence of specific guidance from GASB pronouncements, pronouncements of the Financial Accounting Standards Board issued on or before November 30, 1989 have been followed.

B. Reporting Entity

The general-purpose financial statements include all funds and account groups of the State of Rhode Island and Providence Plantations (the state) and its component units. GASB defines component units as legally separate entities for which a primary government (the state) is financially accountable or, if not financially accountable, their exclusion would cause the state's financial statements to be misleading. GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a voting majority of an entity's governing body and (1) the ability of the state to impose its will on that entity or (2) the potential for the entity to provide specific financial benefits to, or impose specific financial burdens on the state. The state has considered all agencies, boards, commissions, public benefit authorities and corporations, the state university and colleges and the Central Falls School District as potential component units. Audited financial statements of the individual component units can be obtained from their respective administrative offices.

Blended Component Units

These component units are entities which are legally separate from the state, but are so intertwined with the state that they are in substance, the same as the state. They are reported as part of the state and blended into the appropriate funds.

State Lottery Fund (Lottery) - This fund is used to account for the revenues generated by the State Lottery Commission in conducting various lottery games. According to statute, earnings after allocation for prize awards and payment of expenses shall be transferred to the state's general fund. For more detailed information, a copy of the financial statements can be obtained by writing to the State Lottery Commission, 1425 Pontiac Avenue, Cranston, RI 02920.

Rhode Island Refunding Bond Authority (RIRBA) - This authority was created by law for the purpose of loaning money to the state to provide funds to pay, redeem, or retire certain general obligation bonds. In fiscal 1998, the state abolished the R.I. Public Buildings Authority (RIPBA) and assigned the responsibility for managing RIPBA's outstanding debt to the RIRBA. RIPBA was previously reported as a blended component unit. The RIRBA is authorized to issue bonds. Even though it is legally separate, the RIRBA is reported as if it were part of the primary government because it provides services entirely to the primary government. It is blended into the Capital Projects Funds and the General Long-Term Debt Account Group. For more detailed

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

information, a copy of the financial statements can be obtained by writing to the R.I. Refunding Bond Authority, State House, Providence, RI 02903.

Discretely Presented Component Units

Discretely presented component units are reported in separate columns in the combined financial statements to emphasize that they are legally separate from the primary government. They are financially accountable to the primary government, or have relationships with the primary government such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. These discretely presented component units serve or benefit those outside of the primary government. Discretely presented component units are:

Governmental Component Units

University and Colleges - The Board of Governors for Higher Education has oversight responsibility for the University of Rhode Island, Rhode Island College and Community College of Rhode Island. The Board is appointed by the Governor with approval of the Senate. The university and colleges are funded through state appropriations, tuition, federal grants, private donations and grants. For more detailed information, a copy of the financial statements can be obtained by writing to the University of Rhode Island, Carlotti Administration Building, Kingston, RI 02881; Rhode Island College, Mount Pleasant Avenue, Providence, RI 02908; and Community College of Rhode Island, 400 East Avenue, Warwick, RI 02886-1805.

Central Falls School District - The Rhode Island General Assembly passed an act which provided for the state to assume an administrative takeover of the Central Falls School District. The Governor appointed a special state administrator who replaced the school committee. The state administrator reports to the Commissioner of Elementary and Secondary Education. The District's purpose is to provide elementary and secondary education to residents of the City of Central Falls. For more detailed information, a copy of the financial statements can be obtained by writing to the Central Falls School District, 21 Hadley Street, Central Falls, RI 02863.

Proprietary Component Units

Rhode Island Housing and Mortgage Finance Corporation (RIHMFC) - This Corporation, established in 1973, was created in order to expand the supply of housing available to persons of low and moderate income and to stimulate the construction and rehabilitation of housing and health care facilities in the state. It has the power to issue notes and bonds to achieve its corporate purpose. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Housing and Mortgage Finance Corporation, 44 Washington Street, Providence, RI 02903-1721.

Rhode Island Student Loan Authority (RISLA) - This Authority, established in 1981, was created in order to provide a statewide student loan program through the acquisition of student loans. It has the power to issue bonds and notes, payable solely from its revenues. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Student Loan Authority, 560 Jefferson Boulevard, Warwick, RI 02886.

Rhode Island Turnpike and Bridge Authority (RITBA) - This Authority was created by the General Assembly as a body corporate and politic, with powers to construct, acquire, maintain and operate bridge projects as defined by law. For more detailed information, a copy of the

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Notes to General-Purpose Financial Statements

financial statements can be obtained by writing to the R.I. Turnpike and Bridge Authority, P.O. Box 437, Jamestown, RI 02835.

Rhode Island Economic Development Corporation (RIEDC) - This Corporation was created by law in 1974 for the purpose of acquiring and developing real and personal property to promote the economic development of the state. It has the power to issue tax-exempt industrial development bonds to accomplish its corporate purpose. In fiscal year 1993, RIEDC created a subsidiary corporation, the R. I. Airport Corporation, to manage the state's six airports. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Economic Development Corporation, One West Exchange Street, Providence, RI 02903.

Rhode Island Convention Center Authority (RICCA) - This Authority was created in 1987 to facilitate the construction and development of a convention center, parking garages and related facilities within the City of Providence. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Convention Center Authority, One West Exchange Street, Providence, RI 02903.

Narragansett Bay Water Quality Management District Commission (NBC) - This Commission was created for the purposes of acquiring, planning, constructing, extending, improving, operating and maintaining publicly owned wastewater treatment facilities. NBC receives contributed capital from the state to upgrade its facilities. For more detailed information, a copy of the financial statements can be obtained by writing to the Narragansett Bay Water Quality District Management Commission, 235 Promenade Street, Suite 500, Providence, RI 02908-5739.

Rhode Island Health and Educational Building Corporation (RIHEBC) - This Corporation has the following purposes: (1) to assist in providing financing for education facilities for colleges and universities operating in the state; (2) to assist hospitals in the state in the financing of health care facilities; (3) to assist stand-alone, non-profit assisted-living and adult daycare facilities; (4) to assist in financing a broad range of non-profit health care providers; and (5) to assist in financing non-profit secondary schools and child care centers. RIHEBC issues bonds, notes and leases which are special obligations of RIHEBC payable from revenues derived from the projects financed or other moneys of the participating education institution or health care institution. The bonds, notes and leases do not constitute a debt or pledge of the faith and credit of RIHEBC or the state and accordingly have not been reported in the accompanying financial statements. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Health and Educational Building Corporation, 400 Westminster Street, Providence, RI 02903.

Rhode Island Resource Recovery Corporation (RIRRC) - This Corporation was established in 1974 in order to provide and/or coordinate solid waste management services to municipalities and persons within the state. RIRRC has the power to issue negotiable bonds and notes to achieve its corporate purpose. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Resource Recovery Corporation, 65 Shun Pike, Johnston, RI 02919.

Rhode Island Depositors Economic Protection Corporation (DEPCO) - This Corporation was created in 1991 to assist in protecting the interests of depositors of certain financial institutions in the state which had been closed when their private deposit insurer failed, thereby leaving those institutions without deposit insurance as required by statute. DEPCO is

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Notes to General-Purpose Financial Statements

empowered to acquire all or a portion of the assets of the closed institutions thereby aiding the prompt repayment of the deposit liabilities of the closed institutions. DEPCO has the power to issue negotiable bonds and notes to achieve its corporate purpose. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Depositors Economic Protection Corporation, P.O. Box 8399, Warwick, RI 02888.

Rhode Island Higher Education Assistance Authority (RIHEAA) - This Authority was created by law in 1977 for the dual purpose of guaranteeing loans to students in eligible institutions and administering other programs of post secondary student assistance. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Higher Education Assistance Authority, 560 Jefferson Boulevard, Warwick, RI 02886.

Rhode Island Public Transit Authority (RIPTA) - This Authority was established in 1964 to acquire any mass motor bus transportation system if that system has previously filed a petition to discontinue its service and further, if RIPTA determines it is in the public interest to continue such service. Revenues of RIPTA include operating assistance grants from the federal and state governments. For more detailed information, a copy of their financial statements can be obtained by writing to the R.I. Public Transit Authority, 265 Melrose Street, Providence, RI 02907.

Rhode Island Industrial Facilities Corporation (RIIFC) - The purpose of this Corporation is to issue revenue bonds, construction loan notes and equipment acquisition notes for the financing of projects which further industrial development in the state. All bonds and notes issued by RIIFC are payable solely from the revenues derived from leasing or sale by RIIFC of its projects. The bonds and notes do not constitute a debt or pledge of the faith and credit of RIIFC or the state and accordingly have not been reported in the accompanying financial statements. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Industrial Facilities Corporation, One West Exchange Street, Providence, RI 02903.

Rhode Island Clean Water Finance Agency (RICWFA) - This Agency was established in 1991 for the purpose of providing financial assistance in the form of loans to municipalities, sewer commissions and waste water management districts in the state for the construction or upgrading of water pollution abatement projects. RICWFA receives capital grants from the state and federal governments and is authorized to issue revenue bonds and notes. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Clean Water Finance Agency, 235 Promenade Street, Providence, RI 02908.

Rhode Island Industrial-Recreational Building Authority (RIIRBA) - This Authority is authorized to insure first mortgages and first security agreements granted by financial institutions and the Rhode Island Industrial Facilities Corporation for companies conducting business in the state. Any losses realized in excess of the fund balance would be funded by the state. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Industrial-Recreational Building Authority, One West Exchange Street, Providence, RI 02903.

Rhode Island Water Resources Board Corporate (RIWRBC) - This Board was created by law to foster and guide the development of water resources including the establishment of water supply facilities and lease these facilities to cities, towns, districts, and other municipal, quasi-municipal or private corporations engaged in the water supply business in the state. RIWRBC is authorized to issue revenue bonds which are payable solely from revenues generated by the lease of its facilities or the sale of water. For more detailed information, a copy of the financial

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Notes to General-Purpose Financial Statements

statements can be obtained by writing to the R.I. Water Resources Board Corporate, 100 North Main Street, Providence, RI 02903.

Rhode Island Public Telecommunications Authority (RIPTCA) - This Authority owns and operates a non-commercial educational television station in the state. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Public Telecommunications Authority, 50 Park Lane, Providence, RI 02907-3124.

Rhode Island Children's Crusade for Higher Education (RICCHE) - This is a Rhode Island nonprofit corporation formed for the purpose of fostering the education of economically disadvantaged youth through scholarship awards, summer jobs programs, and mentoring programs for parents and students. For more detailed information, a copy of the financial statements can be obtained by writing to the R.I. Children's Crusade for Higher Education, One Allens Avenue, Providence, RI 02903.

C. Fund Accounting

The general-purpose financial statements have been prepared from accounts maintained by the State Controller and from reports prescribed by the State Controller and prepared by the component units based on independent accounting systems maintained by those entities.

The state uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. A fund is a separate accounting entity with a self-balancing set of accounts. An account group is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources.

The state records its transactions in the fund types and account group described below.

Governmental Fund Types

General - is the general operating fund of the state and is used to account for all financial transactions except those required to be accounted for in another fund. Included within this fund are the operations of most jointly financed state - federal programs.

Special Revenue - is used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes and where a separate fund is mandated.

Debt Service – is used to account for the accumulation of resources for, and the payment of, long-term debt. The state's debt service fund is funded by annual appropriations that approximate the annual interest savings from debt refundings.

Capital Projects - accounts for resources obtained and used for the acquisition, construction or improvement of capital facilities not reported in other governmental or proprietary funds. Such resources are derived principally from the proceeds of general obligation bonds, revenue bonds, lease participation certificates, and operating transfers from the general fund.

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Notes to General-Purpose Financial Statements

Proprietary Fund Types

Enterprise - is used to account for activities that are financed and operated in a manner similar to private business enterprises (1) where the costs of providing goods or services to the general public on a continuing basis are to be financed or recovered through user charges; or (2) where the periodic determination of revenues earned, expenses incurred and/or net income is appropriate. The State Lottery Fund is the only fund in this category.

Internal Service - is used to account for the financing and providing of specified goods and services, on a centralized basis, for other departments and agencies.

Fiduciary Fund Types

Trust and Agency - is used to account for transactions related to assets held by the state in a trustee or agency capacity. These include pension trust funds, expendable and nonexpendable trust funds, and agency funds.

Account Group

General Long-Term Debt Account Group - accounts for all general long-term debt and other long-term obligations of the primary government not accounted for in the proprietary funds. Significant long-term obligations include general obligation bonds, revenue bonds, capital leases and compensated absences.

D. Basis of Accounting

All governmental fund types, expendable trust funds, agency funds and governmental component units are accounted for using the current financial resources measurement focus and are maintained on the modified accrual basis of accounting. Under this measurement focus, only current assets and current liabilities are generally included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) as changes in net current assets.

Under the modified accrual basis of accounting, revenues, grants, entitlements and related receivables are recorded in the accounting period that they become both measurable and available, i.e., earned and collected or expected to be collected within the next 12 months. Tax revenues are recorded by the state as taxpayers earn income (personal and business income taxes) or as sales are made (sales and use taxes) or as cash is received (miscellaneous taxes), net of estimated refunds. Grant revenue is recorded when the related expenditure has been made. Cash advances from grants are reported as deferred revenue.

Expenditures are recorded when the related fund liability is incurred. Exceptions to the general modified accrual expenditure recognition criteria include principal and interest on general long-term debt which are recognized when due and compensated absences which are recognized when paid.

On-behalf payments for fringe benefits are reported the same as direct payments to grantees. Therefore, both the state aid to local public school districts and the state's share of the employers' contribution, as required by General Laws, to the Employees' Retirement System for

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Notes to General-Purpose Financial Statements

teachers employed by local public school districts are reported as intergovernmental expenditures (operating transfers out for the Central Falls School District) in the general fund.

Unexpended general revenue appropriations, as reappropriated by the Governor, and unexpended restricted revenues and operating transfers in are carried forward at fiscal year end and are available for expenditure in the following fiscal year. The amounts carried forward are reflected in the combined balance sheet as part of fund equity.

All proprietary fund types, pension trust funds, nonexpendable trust funds and proprietary component units are accounted for using the economic resources measurement focus and are maintained on the accrual basis of accounting. Under the accrual basis of accounting, revenues and grants are recognized when earned and expenses are recognized at the time related liabilities are incurred. All assets and liabilities associated with the operation of these funds are included on the combined balance sheet. Fund equity is segregated into contributed capital and retained earnings/fund balance.

The financial statements of R.I. Children's Crusade for Higher Education (RICCHE) are prepared in conformity with generally accepted accounting principles using FASB guidance. RICCHE adopted FASB Statement No. 116, "Accounting for Contributions Received and Contributions Made;" FASB Statement No. 117, "Financial Statements of Not-for-Profit Organizations" and FASB Statement No. 124, "Accounting for Certain Investments Held by Not-for-Profit Organizations."

E. Cash and Cash Equivalents

Cash represents amounts in demand deposit accounts with financial institutions. Cash equivalents are highly liquid investments with a maturity of three months or less at the time of purchase.

The state does not pool its cash deposits.

F. Funds on Deposit with Fiscal Agent

Funds on deposit with fiscal agent in the capital projects funds and trust and agency funds are the unexpended portion of certificates of participation and funds held by the United States Treasury Department for the payment of unemployment benefits, respectively.

G. Investments

Investments are generally stated at fair value. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties, other than a forced or liquidation sale. Short-term investments are stated at amortized cost, which approximates fair value, except for non-participating repurchase agreements, which are stated at cost.

The pension trust funds may enter into foreign currency exchange contracts to minimize the short-term impact of foreign currency fluctuations on the asset and liability positions of foreign investments. The gains or losses on these contracts are included in income in the period in which the exchange rates change. Gains and losses on contracts which hedge specific foreign currency denominated commitments are deferred and recognized in the period in which the transaction is completed. By policy, no more than 50% of actively managed foreign equity securities (at fair value) may be hedged into the base currency (U.S. dollars).

H. Receivables

Receivables are stated net of allowances for uncollectable and unavailable amounts.

I. Due From Other Governments and Agencies

Due from other governments and agencies represents principally amounts owed to the state in reimbursement of federal expenditures.

J. Due from/to Other Funds/Component Units/Primary Government

During the course of operations, numerous transactions occur between individual funds within the primary government and between the primary government and discretely presented component units. These intra-entity receivables and payables are classified as "due from other funds/component units/primary government" or "due to other funds/component units/primary government" in the combined balance sheet.

K. Inventories

Inventory type items acquired by governmental funds are accounted for as expenditures at the time of purchase.

Inventories of governmental component units are stated at the lower of cost (first-in, first-out and retail inventory method) or market, and consist primarily of bookstore and dining, health and residential life services items.

Inventories of the proprietary funds and proprietary component units are stated at cost.

L. Loans and Real Estate Owned

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Notes to General-Purpose Financial Statements

The R.I. Depositors Economic Protection Corporation (DEPCO) acquired loans collateralized by real estate, real estate owned and amounts due from receiverships. They are recorded at estimated fair values. Fair value is the amount that can reasonably be expected to be received in a current sale between a willing buyer and a willing seller, that is, other than a forced or liquidation sale. Estimated fair value is determined by appraisals of individual properties or similar procedures which management believes results in a reasonable estimation of the fair values of the assets and are consistent with the methodology used by appraisers. Such methodology is based on estimated cash flows from the collection, sale, orderly liquidation or other realization of these assets, net of any direct operating expenses and selling costs of the assets. In formulating the estimates, management takes into account economic conditions and specific factors applicable to each asset (i.e. financial condition of borrower and guarantor, condition and marketability of collateral or property owned, collection and workout costs and advances, liabilities, bankruptcy and pending litigation, etc.). The estimated cash flows are then discounted at rates believed to result in appropriate market rates of return given the inherent uncertainties associated with these assets. Amounts realized in excess of or less than carrying value are recorded in the period in which the corresponding asset is sold.

Interest on most loans is included in income as earned based upon interest rates applied to unpaid principal. No interest is accrued when loans are greater than 90 days delinquent. When a loan is placed on nonaccrual, all interest previously accrued but not collected is charged against current period income. Subsequent cash receipts on nonaccrual loans are applied to the outstanding principal balance of the loan, or recognized as interest income depending on management's assessment of the ultimate collectability of the loan. Nonaccrual loans may be returned to full accrual status when principal and interest payments are not delinquent.

DEPCO's loans and real estate owned are concentrated in the state. Repayment of loans and sales of other real estate is in part dependent upon economic conditions of the area.

M. Fixed Assets

The cost of fixed assets acquired by governmental fund types is accounted for as an expenditure upon purchase.

A statement of general fixed assets is not included herein since the information required to prepare such a statement has not been fully developed.

Fixed assets used in the operation of internal service funds are generally capitalized in the fund in which they are utilized and are depreciated on the straight-line basis over their estimated useful lives. Certain internal service funds use capital leases to finance assets. Since the lease costs are recovered through service charges, such assets and related debt are accounted for within the internal service funds. These assets are depreciated over their estimated useful lives.

The cost of fixed assets used by the enterprise fund is capitalized and depreciation is provided on a straight-line basis over the estimated useful lives of the assets.

The cost of fixed assets used by the component units is capitalized and depreciation is provided on a straight-line basis over the estimated useful lives of the assets. With the

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Notes to General-Purpose Financial Statements

exception of the R.I. Economic Development Corporation and the Narragansett Bay Water Quality Management Commission, interest is not capitalized.

N. Other Assets

Other assets include, among other things, deferred bond issuance and financing costs, present value of future scholarships pledged by institutions of higher learning, airport noise mitigation assets, restricted assets held in trust, and property held for sale and development.

O. Rentals Due

Rentals due for payment of principal and current interest on revenue bonds represent amounts due as required under several lease arrangements relating to capital projects.

P. Other Liabilities

Other liabilities include, among other things, deferred scholarships, landfill post-closure costs, and deposits pending distribution.

Q. Bonds Payable

In governmental fund types, bond discounts/premiums and issuance costs are recognized in the current period; bond proceeds are recorded net of these amounts. Bond discounts, premiums and issuance costs for proprietary fund types are generally deferred and amortized over the term of the bonds using the straight-line method for issuance costs and the interest method for discounts and premiums. Bond discounts and premiums are presented as an adjustment to the face amount of bonds payable.

The R.I. Convention Center Authority has entered into interest rate swap agreements to modify interest rates on outstanding debt. Other than the net interest expenditures resulting from these agreements, no amounts are recorded in the financial statements.

R. Obligations Under Capital Leases

The construction and acquisition of certain state office buildings, campus facilities and other public facilities, as well as certain equipment acquisitions, have been financed through bonds and notes issued by the R.I. Refunding Bond Authority, the R.I. Convention Center Authority, the R.I. Economic Development Corporation, or by a trustee pursuant to a lease/purchase agreement with the state (See Note 7(D)).

S. Accrued Liabilities

Accrued liabilities generally represent accrued salary and fringe benefits in the governmental fund types and accrued interest payable, accrued salaries and accrued vacation and sick leave in the proprietary fund types.

T. Compensated Absences

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Notes to General-Purpose Financial Statements

Vacation pay may be discharged, subject to limitations as to carry-over from year to year, by future paid leave or by cash payment upon termination of service. Sick pay may be discharged by payment for an employee's future absence caused by illness or, to the extent of vested rights, by cash payment upon death or retirement. For governmental fund types, such obligations are recorded in the General Long-Term Debt Account Group and for proprietary fund types, they are recorded as fund liabilities.

U. Fund Equity

Contributed capital is recorded in proprietary funds that have received capital grants or contributions from the federal and/or state governments. Depreciation expense is recognized on assets acquired or constructed with these funds. Certain funds record transfers from contributed capital to retained earnings in an amount equal to the annual depreciation charge.

Reserved fund balances represent amounts which are (1) not appropriable for expenditure or (2) legally segregated for a specific future use.

Designated fund balances represent amounts segregated to indicate management's tentative plans or intent for future use of financial resources.

V. Memorandum Only - Total Columns

Total columns on the general-purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns are not comparable to a consolidation. Intra-entity eliminations have not been made in the aggregation of this data.

W. Change in the Reporting Entity

The state had previously reported deferred compensation assets and liabilities in an agency fund. With the implementation of GASB Statement No. 32, "Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans", that agency fund was eliminated.

In fiscal year 1999 the state began reporting the assets and liabilities of custodial deposits in an agency fund. These deposits are required from financial institutions, principally insurance companies, doing business in the state.

Note 2. Budgeting and Budgetary Control

An annual budget is adopted on a basis consistent with generally accepted accounting principles for the general fund and certain special revenue funds. Preparation and submission of the budget is governed by both the State Constitution and the Rhode Island General Laws. The budget, as enacted by the General Assembly and signed by the governor, contains a complete plan of estimated general, federal, restricted revenues and operating transfers in and proposed expenditures.

The legal level of budgetary control, i.e. the lowest level at which management (executive branch) may not reassign resources without special approval (legislative branch) is as follows:

- (1) For general revenue appropriations, it is the line item within the appropriation act. Management cannot reallocate any appropriations without special approval from the legislative branch.
- (2) For federal grants, it is the total of all grants available to a department under the same Catalog of Federal Domestic Assistance (CFDA) number. Federal grant appropriations may also be limited by the availability of matching funds and may also require special approval from a federal agency before reallocating resources among programs.
- (3) For restricted programs and operating transfers in, it is the account level. By its very nature, a restricted account is created by statute for a special purpose and management cannot reassign the resources without special approval. Operating transfers in are accounted for separately because they are reported under "Other Financing Sources" in the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances – All Governmental Fund Types, Expendable Trust Funds and Discretely Presented Governmental Component Units.

Internal administrative and accounting budgetary controls utilized by the state consist principally of statutory restrictions on the expenditure of funds in excess of appropriations and the supervisory powers and functions exercised by management. Management cannot reduce the budget without special approval.

Unexpended general revenue appropriations lapse at the end of the fiscal year, unless the department/agency directors identify unspent appropriations related to specific projects/purchases and request a reappropriation. If the requests are approved by the governor, such amounts are reappropriated for the ensuing fiscal year and made immediately available for the same purposes as the former appropriations. Unexpended appropriations of the General Assembly and its legislative commissions and agencies may be reappropriated by the Joint Committee on Legislative Services. If the sum total of all departments and agencies general revenue expenditures exceeds the total general revenue appropriations, it is the policy of management to lapse all unexpended appropriations, except those of the legislative branch and the Justice Link program.

For the fiscal year ended June 30, 1999 expenditures exceeded appropriations in the following departments and agencies (expressed in thousands):

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Notes to General-Purpose Financial Statements

General Fund

<u>Department - Division Grant or Program</u>	<u>CFDA Number</u>	<u>Account Number</u>	<u>Amount</u>
Administration			
General revenue appropriations:			
Accounts and Control			\$ 100
Human Resources			172
Taxation			841
Central Services			2,146
Personnel Appeal Board			7
Federal grants:			
Rural Housing Preservation Grants	10.433		32
Emergency Shelter Grants Program	14.231		167
Motor Carrier Safety	20.217		56
Federal Transit Technical Studies Grants	20.505		9
Weatherization Assistance for Low-Income Persons	81.042		130
Safe and Drug-Free Schools - State Grants	84.186		3
Child Support Enforcement	93.563		1,215
Restricted programs:			
DEPCO Escrow Account		2450-80200	149
Tire Site Remediation - Port Authority		2450-80300	3
Indirect Cost Recovery - Child Support Enforcement		2450-80400	2
Vehicle Value Commission - Municipal		2457-80100	1
Integrated Resource Plan		2460-80400	30
Eastern Utilities Grant - Electric Conservation		2460-80900	12
RI Urban and Community Forest Council		2472-80100	9
RI Independent Insurance Grant		2480-81000	2
Operating transfers in:			
FHWA - T2 - Systems Planning		2472-90200	9
Debt Service Special Account		2480-90200	7,088
Business Regulation			
General revenue appropriations:			
Securities Regulation			47
Commercial Licensing and Regulation			16
Restricted programs:			
Assessment for Cost of Rate Filings		1830-80101	1
Labor and Training			
General revenue appropriations:			
Workforce Regulation and Safety			190
Restricted programs:			
Donley Rehab Center & Second Injury Fund		1652-80000	29
Claims Monitoring & Data Processing Unit		1652-80200	19
Donley Center Operations - Workers Compensation		1652-80300	79
Legislature			
Restricted programs:			
Audit of Federal Assistance Programs		2626-80100	158
Secretary of State			
General revenue appropriations:			
Administration			19
State Archives			11

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Notes to General-Purpose Financial Statements

General Fund

<u>Department - Division Grant or Program</u>	<u>CFDA Number</u>	<u>Account Number</u>	<u>Amount</u>
General Treasurer			
General revenue appropriations:			
General Treasurer - General			18
Boards for Design Professionals			
General revenue appropriation			34
Children, Youth and Families			
General revenue appropriations:			
Central Management			11
Child Welfare - General			2,687
Federal grants:			
Byrne Formula Grant Program	16.579		1
Desegregation Assistance, Civil Rights Training, And Advisory Services	84.004		19
Title I Program for Neglected and Delinquent Children	84.013		77
Vocational Education - Basic Grants to States	84.048		16
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	93.104		306
Mental Health Planning and Demonstration Projects	93.125		45
Family Preservation and Support Services	93.556		3
Temporary Assistance for Needy Families	93.558		257
Children's Justice Grants to States	93.643		8
Independent Living	93.674		129
Other Expenditures of Federal Awards			83
Restricted programs:			
Social Security Income		3340-80200	501
Operating transfers in:			
Delaware - Youth Correctional Center		3330-90100	65
Elderly Affairs			
Federal grants:			
Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044		181
Low-Income Home Energy Assistance	93.568		9
Operating transfers in:			
Almacs - Dislocated Workers		3260-90100	1
Health			
General revenue appropriations:			
Central Management			21
State Medical Examiner			10
Health Laboratories			3
Federal grants:			
Special Supplemental Food Program for Women, Infants, and Children	10.557		1,849
Air Pollution Control Program Support	66.001		70
Emergency Medical Services for Children	93.127		195
Demonstration Grants for the Prevention of Alcohol and Drug Abuse Among High Risk Population	93.144		8
Disabilities Prevention	93.184		12
Childhood Lead Poisoning Prevention Projects - State and Community-Based Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	93.197		92
Drug Abuse National Research Service Awards for Research Training	93.278		99
Child Support Enforcement	93.563		21
Preventive Health Services - Sexually Transmitted Diseases Control Grants	93.977		25
Restricted programs:			
Indirect Cost Recovery - Central Management		1102-80601	54
Asset Forfeiture		1120-80400	31
Health Care Accessibility and Quality		1142-80400	17

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General Fund

<u>Department - Division Grant or Program</u>	<u>CFDA Number</u>	<u>Account Number</u>	<u>Amount</u>
Human Services			
General revenue appropriations:			
Health Care Quality, Financing and Purchasing			28
Federal grants:			
State Administrative Matching Grants for Food Stamp Program	10.561		593
Rehabilitation Long - Term Training	84.129		6
State's Children Insurance Program	93.767		374
Medical Assistance Program	93.778		2,274
Restricted programs:			
Indirect Cost Recovery - Central Management		1210-80101	77
Veterans Home Collections		1235-80100	625
Medicaid Provider Participation		1260-80200	13
Mental Health, Retardation and Hospitals			
General revenue appropriations:			
Central Management			120
Hospital and Community Rehabilitation			2,289
Federal grants:			
Block Grants for Prevention and Treatment of Substance Abuse	93.959		938
Operating transfers in:			
Delaware Asbestos		1032-90100	153
Office of the Child Advocate			
General revenue appropriation			14
Federal grants:			
Crime Victim Assistance	16.575		3
Commission on the Handicapped			
Restricted programs:			
Technical Assistance Projects		2041-80100	1
Commission for Human Rights			
Federal grants:			
Fair Housing Assistance Program - State and Local	14.401		3
Elementary and Secondary Education			
General revenue appropriations:			
Rhode Island School for the Deaf			86
Davies Career and Technical School			20
Special Needs Services			12
Integration of Social Services			8
Nutrition Program			5
Board Relations			7
Human Resources			101
Federal grants:			
Summer Food Service Program for Children	10.559		78
Title I Grants to Local Educational Agencies	84.010		1,855
Migrant Education - Basic State Grant Program	84.011		51
Title I Program for Neglected and Delinquent Children	84.013		3
Special Education - Preschool Grants	84.173		54
Bilingual Education Support Services	84.194		2
Goals 2000 - State and Local Education Systemic Improvement Grants	84.276		11
Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances	93.104		10
Office of Higher Education			
Federal grants:			
National Early Intervention Scholarship and Partnership	84.272		132
Rhode Island State Council on the Arts			
Federal grants:			
Tech-Prep Education	84.243		2

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

General Fund

<u>Department - Division Grant or Program</u>	<u>CFDA Number</u>	<u>Account Number</u>	<u>Amount</u>
Historical Preservation and Heritage Commission			
Restricted Programs:			
Survey and Planning - Restricted Fund		2062-80100	2
Historic Preservation Revolving Fund-Interest		2062-80600	21
Rhode Island Public Telecommunications Authority			
Federal grants:			
Telecommunications and Informal Infrastructure Assistance Program	11.552		7
Attorney General			
Federal grants:			
Juvenile Justice and Delinquency Prevention - Allocation to States	16.540		1
Local Law Enforcement Block Grant Program	16.592		2
Restricted programs:			
Forfeiture of Property		2230-80100	25
Corrections			
Federal grants:			
Special Education - Grants to States	84.027		8
Preventive Health Services - Sexually Transmitted Diseases			
Control Grants	93.977		1
Governor's Justice Commission			
Federal grants:			
Juvenile Accountability Incentive Block Grant	16.523		201
State Justice Statistics Program for Statistical Analysis Centers	16.550		1
Judicial			
General revenue appropriations:			
Supreme Court			452
Family Court			223
Federal grants:			
Byrne Formula Grant Program	16.579		52
Grants to States for Access and Visitation Programs	93.597		7
Operating Transfers in:			
Delaware - Garrahy Judicial Complex Renovation		2710-90200	4
Military Staff			
General revenue appropriations:			
Emergency Management			13
State Police			
Restricted programs:			
Seized and Forfeited Property - Federal Distribution		2070-80200	151
Operating transfers in:			
Traffic Enforcement		2070-90500	106
Road Construction Detail Reimbursements		2070-90700	388
Sheriffs of Several Counties			
General revenue appropriations			220
Environmental Management			
General revenue appropriations:			
Policy and Administration			137
Natural Resources			120
Environmental Protection			39
Federal Grants:			
State Memorandum of Agreement Program for the Reimbursement of Technical Services	12.113		27
Highway Planning and Construction	20.205		10
Water Pollution Control - State and Interstate Program Support	66.419		339
State Underground Storage Tanks Program	66.804		199

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

General Fund

<u>Department - Division Grant or Program</u>	<u>CFDA Number</u>	<u>Account Number</u>	<u>Amount</u>
Environmental Management (<i>continued</i>)			
Restricted programs:			
Fishing License Receipts		1732-80100	17
Shellfish and Marine License Receipts		1732-80400	76
State Forestry Fund		1733-80200	2
Water & Air Protection Program		1754-80600	179
Underground Storage Tank Fees		1759-80100	6

Special Revenue Funds

Employment Insurance			
Federal Grants:			
Labor Force Statistics	17.002		85
Unemployment Insurance	17.225		1,681
Trade Adjustment Assistance - Workers	17.245		466
Disabled Veterans Outreach Program	17.801		82
Intermodal Surface Transportation			
Federal Grants:			
Capital Assistance for Elderly Persons and Persons with Disabilities	20.513		139
Restricted programs:			
Transit Vehicle Disposal Match		5332-80300	9
Amtrak Projects		Various	237

Note 3. Cash, Cash Equivalents and Investments

Cash Deposits

Primary Government

At June 30, 1999, the carrying amount of the state's cash deposits was \$38,156,911 and the bank balance was \$34,628,254. Of the bank balance, \$1,080,352 was covered by federal depository insurance. The remaining amount, \$33,547,902 was uninsured and uncollateralized. The carrying amount and bank balance include \$11,728,711 of certificates of deposit.

Component Units

At June 30, 1999, the carrying amount of the component units' cash deposits was \$133,495,255 and the bank balance was \$123,187,979. Of the bank balance, \$4,271,467 was covered by federal depository insurance and \$20,080,396 was collateralized with investments held by a bank in a component unit's name. The remaining amount, \$98,836,116 was uninsured and uncollateralized. The carrying amount and the bank balance include \$200,000 of certificates of deposit.

In accordance with Chapter 35-10.1 of the General Laws, depository institutions holding deposits of the state, its agencies or governmental subdivisions of the state, shall at a minimum, insure or pledge eligible collateral equal to one hundred percent of time deposits with maturities greater than 60 days. Any of these institutions which do not meet minimum capital standards prescribed by federal regulators shall insure or pledge eligible collateral equal to one

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

hundred percent of deposits, regardless of maturity. None of the cash deposits of the primary government was required to be collateralized at June 30, 1999.

Investments

The State Investment Commission (Commission) is responsible for the investment of all state funds. Pursuant to Chapter 35-10 of the General Laws, the Commission may, in general, "invest in securities as would be acquired by prudent persons of discretion and intelligence in these matters who are seeking a reasonable income and the preservation of their capital."

Short-term cash equivalent type investments are made by the General Treasurer in accordance with guidelines established by the Commission. Investments of the pension trust funds are made by investment managers in accordance with the Commission's stated investment objectives and policies.

Investments of certain component units are not made at the direction of the Commission, but are governed by specific statutes or policies established by their governing body.

The state's investments (expressed in thousands) are categorized in the following table to give an indication of the level of risk assumed by the entity at June 30, 1999.

Category 1: Insured or registered, or securities held by the state or its agent in the state's name.

Category 2: Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the state's name.

Category 3: Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the state's name.

Primary Government

	Category			Fair Value
	1	2	3	
U.S. Government and Agency Securities	\$ 1,285,242	\$ 503	\$	\$ 1,285,745
Commercial Paper	161,202			161,202
Repurchase Agreements	34,950			34,950
Corporate Bonds	680,724	171		680,895
Equity Securities	3,142,119	1,519		3,143,638
Foreign Securities	973,076			973,076
	<u>\$ 6,277,313</u>	<u>\$ 2,193</u>	<u>\$</u>	<u>6,279,506</u>
Money Market Mutual Funds				398,258
Emerging Markets Equity Mutual Funds				21,998
Real Estate and Venture Capital Limited Partnership				233,109
Investments of Statutory Deposits Held In Trust				58,122
Other				11,916
Total				<u>7,002,909</u>
Less amount classified as cash equivalents				<u>337,695</u>
Total Investments				<u>\$ 6,665,214</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Component Units	Category			Fair Value
	1	2	3	
U.S. Government and Agency Securities	\$ 112,259	\$ 230,534	\$ 41,237	\$ 384,030
Commercial Paper	9,500			9,500
Repurchase Agreements	104,864	1,089	65,005	170,958
Equity Securities		72		72
Other	2,061			2,061
	<u>\$ 228,684</u>	<u>\$ 231,695</u>	<u>\$ 106,242</u>	<u>566,621</u>
Corporate Bonds				2,283
Money Market Mutual Funds				53,802
Investment Agreements				384,870
Investments of the R.I. Children's Crusade for Higher Education				10,187
Other				391
Total				<u>1,018,154</u>
Less amount classified as cash equivalents				<u>235,629</u>
Total Investments				<u>\$ 782,525</u>

Derivatives

Primary Government

The Employees' Retirement System (System) may enter into forward foreign currency contracts. These contracts involve risk in excess of the amount reflected in the balance sheet. The face or contract amount in U.S. dollars reflects the total exposure the System has in that particular currency contract. The U.S. dollar value of forward foreign currency contracts is determined using forward currency exchange rates supplied by a quotation service. Losses may arise due to changes in the value of the foreign currency or if the counterparty does not perform under the contract.

The System may invest in interest-only (IO) and principal-only strips (PO) (forms of mortgage-backed securities) in part to hedge against a rise in interest rates. Interest-only strips are based on cash flows from interest payments on underlying mortgages. Therefore, they are sensitive to pre-payments by mortgagees, which may result from a decline in interest rates. Principal-only strips receive principal cash flows from the underlying mortgages. In periods of rising interest rates, homeowners tend to make fewer mortgage prepayments. If actual prepayment rates are lower than anticipated, the time remaining until the return of principal is increased. There were no IO strips or PO strips at June 30, 1999.

Cash and Cash Equivalents

Primary Government

Cash and cash equivalents of \$375,852,000 consists of the \$38,157,000 cash carrying amount and \$337,695,000 of investments determined to be cash equivalents.

Component Units

Cash and cash equivalents of \$369,124,000 consists of the \$133,495,000 cash carrying amount and \$235,629,000 of investments determined to be cash equivalents.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 4. Receivables

Receivables at June 30, 1999 (expressed in thousands) consist of the following:

	Taxes	Accounts	Accrued Interest	Notes and Loans	Contributions	Allowance for Uncollectable and Unavailable Amounts	Total
Primary Government:							
General fund	\$ 125,720	\$ 15,999	\$	\$	\$	\$ (49,129)	\$ 92,590
Special revenue funds	14,612	5,055				(4,170)	15,497
Capital projects funds		24					24
Enterprise fund		10,918				(221)	10,697
Internal service fund		1,567		10			1,577
Trust and agency funds	5,533	8,374			18,192	(10,840)	21,259
Total Primary Government	145,865	41,937		10	18,192	(64,360)	141,644
Component Units:							
Governmental		24,218	6	15,814		(4,895)	35,143
Proprietary		44,231	26,728	1,931,801		(33,289)	1,969,471
Total Receivables	\$ 145,865	\$ 110,386	\$ 26,734	\$ 1,947,625	\$ 18,192	\$ (102,544)	\$ 2,146,258

Component Units

Loans receivable of the R.I. Housing and Mortgage Finance Corporation are secured by a first lien on real and personal property and, in some instances, are federally insured. Loans receivable of the R.I. Student Loan Authority are insured by the R.I. Higher Education Assistance Authority, which in turn has a reinsurance agreement with the federal government. The R.I. Clean Water Finance Agency provides loans to municipalities, sewer commissions, or wastewater management districts in the state for constructing or upgrading water pollution abatement projects.

Other

The amount reported in the special revenue funds as due from other governments and agencies, \$31,863,000, is net of \$4,982,000, which is considered unavailable to meet current year expenditures.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 5. Intra-Entity Receivables and Payables

Intra-entity receivables and payables (operations - due from/due to and working capital loans - loan to/loan from), as of June 30, 1999, are summarized below (expressed in thousands):

Fund Type/Fund	Due from Other Funds	Due to Other Funds	Due from Component Units	Due to Component Units
General	\$ 19,093	\$ 19,118	\$ 1,010	\$ 13,933
Special Revenue:				
Employment Insurance - Federal Programs	620	463		
Employment Insurance - Job Development	49	688		
Employment Insurance - Interest	77	1		
Employment Insurance - Tardy		208		
R.I. Temporary Disability Insurance	421	444		
Intermodal Surface Transportation	295	4,846	2,797	499
R.I. Underground Storage Tank		2		
Providence River Relocation-Memorial Boulevard Ext	183	21		
Subtotal	1,645	6,673	2,797	499
Debt Service	4,000			
Capital Projects:				
Bond Capital	130	1,233		5,170
R.I. Clean Water Act Environmental Trust	1,792	19		
Subtotal	1,922	1,252		5,170
Enterprise:				
State Lottery		12,385		
Subtotal		12,385		
Internal Service:				
Central Utilities	829			
Central Services	1,723	227		
Workers' Compensation	906	31		
Special Facilities	1,032	860		
Automotive Equipment Maintenance	372	12		
Central Warehouse	137	7		
Correctional Industries	2,084	18		
Records Center Fund	79			
Subtotal	7,162	1,155		
Trust and Agency:				
Pension Trust	6,612	5		
Expendable Trust - ES	236	82		
Subtotal	6,848	87		
Total	\$ 40,670	\$ 40,670	\$ 3,807	\$ 19,602

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Component Units:	Due from Other Funds	Due to Other Funds	Due to Primary Government	Due from Primary Government
Governmental:				
University of Rhode Island	\$ 15,167	\$ 15,167	\$ 627	\$ 4,535
Rhode Island College	1,691	1,691	139	531
Community College of Rhode Island	421	421	161	409
Central Falls School District	228	228		
Subtotal	17,507	17,507	927	5,475
Proprietary:				
R.I. Economic Development Corporation				20,226
R.I. Depositors Economic Protection Corporation				8,422
R.I. Higher Education Assistance Authority			6	36
R.I. Public Telecommunications Authority			58	
Narragansett Bay Water Authority			19	
R.I. Public Transit Authority				499
Subtotal			83	29,183
Total	\$ 17,507	\$ 17,507	\$ 1,010	\$ 34,658
Reconciliation			Due to Component Units	Due from Primary Government
Fund Type/Fund				
Amounts recorded			\$ 19,602	\$ 34,658
Capital Projects:				
Bond Capital			20,226	5,170
			\$ 39,828	\$ 39,828

The R.I. Economic Development Corporation (RIEDC) reported \$20,226,000 as due from the primary government because the state issued general obligation bonds earmarked for a RIEDC project. The Capital Projects Fund reported \$5,170,000 as due to component units that were not reported as due from primary government in the component units. The Intermodal Surface Transportation Fund reported \$2,797,000 due from RIEDC for certain project costs. RIEDC did not report a corresponding liability because it was not aware of it at the time its financial statements were prepared.

Fund Type/Fund	Loans to Other Funds	Loans from Other Funds
General	\$ 7,748	\$
Capital Projects:		
Bond Capital		3,437
Certificates of Participation		52
Subtotal		3,489
Internal Service:		
Workers' Compensation		650
Central Services		1,889
Central Warehouse		570
Central Utilities		400
Correctional Industries		750
Subtotal		4,259
Total	\$ 7,748	\$ 7,748

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 6. Fixed Assets

The fixed assets by fund type consist of the following (expressed in thousands):

	Land and Improvements	Structures and Improvements 15-100	Machinery and Equipment 5-10	Construction in Progress	Accumulated Depreciation	Net Fixed Assets
Estimated useful lives						
Primary Government:						
Enterprise fund	\$	\$ 1,670	\$ 690	\$	\$ (1,760)	\$ 600
Internal service funds		4,313	4,638		(2,461)	6,490
Total Primary Government		5,983	5,328		(4,221)	7,090
Component Units:						
Governmental	526	642	286	1,169	(631)	1,992
Proprietary	158,000	850,784	116,920	75,757	(268,496)	932,965
Total	<u>\$ 158,526</u>	<u>\$ 857,409</u>	<u>\$ 122,534</u>	<u>\$ 76,926</u>	<u>\$ (273,348)</u>	<u>\$ 942,047</u>

The R.I. Economic Development Corporation capitalized interest expense of approximately \$2,070,000. The Narragansett Bay Water Quality Management District Commission capitalized approximately \$3,200 of interest expense as a component of the cost of construction. For the Proprietary Component Units, actual nonoperating interest expense was \$44,055,100 which represents an increase of \$2,073,200 over the amount reported in Combined Statement of Revenues, Expenses, and Changes in Fund Equity - All Proprietary Fund Types, Similar Trust Funds, and Discretely Presented Proprietary Component Units.

Note 7. Long-Term Obligations

Long-term obligations include bonds, notes and loans payable, obligations under capital leases, compensated absences, and other long-term liabilities.

A. Bonds Payable

At June 30, 1999, future debt service requirements were as follows (expressed in thousands):

Fiscal Year Ending June 30	Primary Government		Governmental Component Units		Proprietary Component Units	
	Principal	Interest	Principal	Interest	Principal	Interest
2000	\$ 66,316	\$ 49,909	\$ 1,225	\$ 2,055	\$ 131,554	\$ 159,903
2001	68,278	50,286	1,323	2,005	167,402	153,191
2002	72,281	44,336	1,412	2,022	94,758	145,436
2003	74,572	40,755	1,421	1,992	100,631	139,975
2004	73,875	36,998	1,468	1,959	99,745	134,377
Later Years	609,036	197,856	34,707	21,384	2,362,184	1,676,510
	<u>\$ 964,358</u>	<u>\$ 420,140</u>	<u>\$ 41,556</u>	<u>\$ 31,417</u>	<u>\$ 2,956,274</u>	<u>\$ 2,409,392</u>

Primary Government

Current interest bonds of the state are serial bonds with interest payable semi-annually and multi-modal bonds that were initially issued at the weekly rate mode but can be changed by the issuer (the state) to a daily rate mode, a commercial paper rate mode or a term rate mode. Capital appreciation bonds are designated as College and University Savings Bonds. The College and University Savings Bonds mature in varying amounts to 2010 with all interest

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

payable at maturity. Interest requirements for the multi-modal variable rate bonds are not reflected in the amortization table shown above since the amounts are indeterminable.

Revenue bonds of the R.I. Refunding Bond Authority (RIRBA) are secured by lease rentals payable by the state pursuant to lease agreements relating to projects financed by the authority and leased to the state. Proceeds from the RIRBA bonds have been used (1) to loan funds to the state to effect the advance refunding of general obligation bonds issued by the state in 1984; (2) to finance construction and renovation of certain buildings, and (3) to finance acquisition of equipment used by various state agencies.

Governmental Component Units

Revenue bonds of the Governmental Component Units were issued under trust indentures and are collateralized by a pledge of revenues from the facilities financed. The facilities include housing, student union (including bookstores) and dining operations. Under terms of the trust indentures, certain net revenues from these operations must be transferred to the trustees for payment of interest, retirement of bonds, and maintenance of facilities. The bonds are payable in annual or semi-annual installments to various maturity dates. Revenue bonds of the Governmental Component Units also include amounts borrowed under a loan and trust agreement between the R.I. Health and Educational Building Corporation (RIHEBC) (a proprietary component unit) and the Board of Governors for Higher Education acting for URI, RIC, and CCRI. The agreement provides for RIHEBC's issuance of the bonds with a loan of the proceeds to the university and colleges and the payment by the university and colleges to RIHEBC of loan payments that are at least equal to debt service on the bonds. The bonds are secured by a pledge of revenues of the respective institutions.

Proprietary Component Units

Bonds of the R.I. Housing and Mortgage Finance Corporation (RIHMFC) are special obligations of RIHMFC, payable from the revenue, prepayments and all the funds and accounts pledged under the various bond resolutions to the holders of the bonds. The proceeds of the bonds were generally used to acquire mortgage loans which are secured principally by a first lien upon real property and improvements.

The R.I. Student Loan Authority issued tax exempt Student Loan Revenue Bonds that are secured by eligible student loans, the monies in restricted funds established by the trust indenture and all related income. The proceeds of the issuance and operating cash were used to refund bonds and to originate and purchase eligible student loans.

The R.I. Economic Development Corporation (RIEDC) has bonds outstanding referred to as Airport Revenue Bonds. They were issued to finance the construction and related costs of certain capital improvements at T.F. Green State Airport. The proceeds of the bonds were loaned to the R.I. Airport Corporation, a subsidiary and component unit of RIEDC. The remainder of bonds outstanding comprise the financing to purchase land and make land improvements at Island Woods Industrial Park in Smithfield, R.I. and to acquire land, make improvements and renovations of a building and parking lot (The Fleet National Bank Project).

Revenue bonds of the R.I. Convention Center Authority (RICCA) were issued to (a) refund bonds and notes, (b) pay construction costs, (c) pay operating expenses, (d) pay interest on revenue bonds prior to completion of construction, (e) fund a debt service reserve and (f) pay

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

costs of issuance. The revenue bonds are secured by all rents receivable, if any, under a lease and agreement between the RICCA and the state covering all property purchased by the RICCA. It also covers a mortgage on facilities and land financed by the proceeds of the revenue bonds and amounts held in various accounts into which bond proceeds were deposited.

The R.I. Depositors Economic Protection Corporation (DEPCO) has special obligation bonds outstanding at June 30, 1999. They are payable from amounts, if any, appropriated annually to and deposited in DEPCO's Special Revenue Fund created by statute and amounts realized from the liquidation of assets and other activity (See Note 21 - Related Party Transactions). The proceeds of the bonds were used to pay deposit liabilities of certain financial institutions in the state which had been closed when their private insurer, Rhode Island Share and Deposit Indemnity Corporation, failed.

The proceeds of the revenue bonds of the R.I. Clean Water Finance Agency provide funds to make low interest loans to municipalities in the state and quasi-state agencies to finance or refinance the costs of construction or rehabilitation of water pollution abatement projects.

Bonds of the Narragansett Bay Water Quality Management District Commission (NBC) represent the NBC's portion of the state's general obligation bonds. Debt service on NBC's portion is recovered through charges levied for services provided to users of its facilities. These bonds are guaranteed by the state.

Bonds of the R.I. Water Resources Board Corporate were issued to provide financing to various cities, towns, private corporations and companies engaged in the sale of potable water and the water supply business.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

A summary of general obligation bonds authorized by the voters and unissued (expressed in thousands) at June 30, 1999 is shown below.

	Authorized and Unissued July 1	Authorized	Issued	Extinguished	Authorized and Unissued June 30
General Obligation Bonds Supported by Taxes:					
Capital Development Plan - 1986	\$ 4,325	\$	\$ 3,365	\$	\$ 960
Capital Development Plan - 1988	1,337				1,337
Capital Development Plan - 1989	8,390		1,145		7,245
Capital Development Plan - 1990	25,635		4,025		21,610
Capital Development Plan - 1994	25,690		6,525		19,165
Capital Development Plan - 1996	129,078		43,495		85,583
Capital Development Plan - 1998		101,690			101,690
R.I. Economic Development Fund	450				450
Heritage Capital Development Fund	779			779	
Underground Storage Tank Replacement Revolving Loan Fund	1,307			705	602
Narragansett Bay Water Quality Management District Commission Fund	34,641		2,110		32,531
Clean Water Act Environmental Trust Fund	4,740		700		4,040
Open Space and Recreational Area Fund	10,188		2,045		8,143
Drinking Water Protection Fund	4,235				4,235
Rhode Island Aqua Fund	645		205		440
Clean Water Finance Agency - Water Pollution Revolving Loan Fund	24,895		2,105		22,790
General Obligation Bonds Supported by Taxes	276,335	101,690	65,720	1,484	310,821
Blackstone Valley District Commission 1986, Series C	940			940	
Narragansett Bay Water Quality Management District Commission Loan of 1980	574			574	
R. I. Industrial-Recreational Building Authority	80,000				80,000
Total	<u>\$ 357,849</u>	<u>\$ 101,690</u>	<u>\$ 65,720</u>	<u>\$ 2,998</u>	<u>\$ 390,821</u>

In accordance with the General Laws, unissued bonds are subject to extinguishment seven years after the debt authorization was approved unless extended by the General Assembly.

The amount of authorized bonds that may be issued by the R.I. Industrial-Recreational Building Authority is limited by mortgage balances that it has insured, \$32,789,599 at June 30, 1999 (See Note 21). The insured mortgages are guaranteed by the state.

See Note 12 for information concerning contingent liabilities relating to "Moral Obligation" bonds.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

B. Notes Payable

Notes payable (expressed in thousands) at June 30, 1999 are as follows:

Component Units - Governmental	
Rhode Island College note payable to the federal government with interest at 5.5% payable in semi-annual installments of principal and interest through 2024.	<u>\$ 2,366</u>
Component Units - Proprietary	
R.I. Housing and Mortgage Finance Corporation bank notes, 5% to 6.71% interest, payable through 2008.	\$ 9,587
Narragansett Bay Water Quality Management District Commission; mortgage note, interest rate is 81% of prime, payable through 2001.	323
R.I. Economic Development Corporation (R.I. Airport Corporation) note payable at 6.75% interest, payable through 2005	691
R.I. Resource Recovery Corporation landfill lease notes, 4% interest.	15,000
R.I. Higher Education Assistance Authority notes payable to the Student Loan Marketing Association, interest is 1.5% above the Treasury Bill rate, through 2001.	678
R.I. Convention Center Authority notes payable under management agreements .	<u>2,053</u>
	<u>\$ 28,332</u>

C. Loans Payable

Loans payable of the Proprietary Component Units represent liabilities of the Narragansett Bay Water Quality Management District Commission (NBC) to the City of Providence (\$724,786), to the R.I. Clean Water Finance Agency (RICWFA) (\$42,611,926) and to the R.I. Refunding Bond Authority (\$60,000). The amounts due to the city are liabilities assumed by NBC upon the acquisition of the city's sewage treatment facilities. The loans payable to the RICWFA are for projects financed by that agency.

D. Obligations Under Capital Leases

Primary Government

The state's obligation to the R.I. Convention Center Authority (RICCA) consists of RICCA's outstanding debt at June 30, 1999 based on a lease and agreement between RICCA and the state in effect at that date. The state makes lease payments to pay the operating expenses of RICCA and the debt service on its obligations to the extent they are not supported by RICCA revenues.

The state has entered into capital lease agreements with financial institutions which have issued certificates of participation (COP). These financing arrangements have been used by the state to acquire, construct or renovate facilities and acquire equipment.

The state's obligation under capital leases at June 30, 1999 consists of the present value of future minimum lease payments less any funds available in debt service reserve funds. The portion of the state's obligation under capital leases that is payable from general fund

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

appropriations and capital leases not recorded in proprietary fund types is reflected in the general long-term debt account group at June 30, 1999.

Obligation of the state to make payments under lease agreements is subject to and dependent upon annual appropriations being made by the General Assembly.

The following is a summary of material future minimum lease payments (expressed in thousands) required under capital leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 1999. Interest for variable rate COP is not reported since the amount is indeterminable.

<u>Fiscal Year Ending June 30</u>	<u>RICCA</u>	<u>COP</u>	<u>Total</u>
2000	\$ 23,955	\$ 8,931	\$ 32,886
2001	23,955	8,954	32,909
2002	23,952	9,139	33,091
2003	23,952	8,872	32,824
2004	23,952	8,930	32,882
Later Years	<u>482,157</u>	<u>92,925</u>	<u>575,082</u>
Total future minimum lease payments	601,923	137,751	739,674
Amount representing interest	(272,258)	(40,886)	(313,144)
Present value of future minimum lease payments	<u>\$ 329,665</u>	<u>\$ 96,865</u>	<u>\$ 426,530</u>

Component Units

The University of Rhode Island (URI), Rhode Island College (RIC), Community College of Rhode Island (CCRI), and R.I. Public Telecommunications Authority (RIPTCA) obligations under capital leases consist, primarily, of construction of facilities and equipment acquisitions financed by the R.I. Refunding Bond Authority, a blended component unit.

The R.I. Airport Corporation (RIAC), a subsidiary and component unit of the R.I. Economic Development Corporation (RIEDC), capital lease obligations are for annual payments to the state equal to the principal and interest for airport related general obligation bonds issued by the state.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**Notes to General-Purpose Financial Statements**

The following is a summary of the material future minimum lease payments (expressed in thousands) required under capital leases that have initial or remaining noncancelable lease terms in excess of one year as of June 30, 1999.

Fiscal Year Ending June 30	Governmental			Proprietary	
	URI	RIC	CCRI	RIEDC	RIPTCA
2000	\$ 581	\$ 685	\$ 317	\$ 3,776	\$ 799
2001	443	664	268	3,595	795
2002	115	444	157	3,563	791
2003	55	439	156	3,593	788
2004	52	443	156	3,407	788
Later Years	34	2,351	3,127	24,723	5,405
Total future minimum lease payments	1,280	5,026	4,181	42,657	9,366
Amount representing interest	(149)	(1,188)	(1,858)	(12,782)	(3,198)
Present value of future minimum lease payments	<u>\$ 1,131</u>	<u>\$ 3,838</u>	<u>\$ 2,323</u>	<u>\$ 29,875</u>	<u>\$ 6,168</u>

E. Compensated Absences

State employees are granted vacation and sick leave in varying amounts based upon years of service. At the termination of service, the employee is paid for accumulated unused vacation leave. Also, the employee is entitled to payment of a percentage of accumulated sick leave at retirement. Payment is calculated at their then-current rate of pay.

F. Other Long-Term Liabilities

Income on invested general obligation bond proceeds, determined to be arbitrage earnings in accordance with federal regulations, has been included in the general long-term debt account group. These amounts are generally payable to the federal government five years after the bond issuance date.

The long-term debt portion of violent crimes' claims was transferred to the general long-term debt account group from the general fund. Also included is an advance from the Federal Highway Authority Right of Way Revolving Fund that will be used to acquire land and rights-of-way for the Quonset access road project. Repayment has been budgeted for fiscal year 2002 with federal funds allowable under federal regulations (23 CFR Subpart G 712.701 to 712.703).

G. Changes in General Long-Term Debt

During the fiscal year ended June 30, 1999, the following changes (expressed in thousands) occurred in general long-term debt:

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Primary Government

	Balance July 1	Additions	Reductions	Balance June 30
General obligation bonds payable:				
Current interest bonds	\$ 726,738	\$ 146,870	\$ (118,293)	\$ 755,315
Capital appreciation bonds	40,894		(6,166)	34,728
Accreted interest on capital appreciation bonds	34,720	5,718	(5,835)	34,603
Revenue bonds - RIRBA	188,420		(14,105)	174,315
Bonds payable	990,772	152,588	(144,399)	998,961
Lease obligations to the RICCA	335,970		(6,305)	329,665
Certificates of Participation (COP)	100,555		(3,690)	96,865
Obligation under capital leases	436,525		(9,995)	426,530
Compensated absences	59,886	2,592		62,478
Other long-term liabilities	11,606	7,329	(1,707)	17,228
	<u>\$ 1,498,789</u>	<u>\$ 162,509</u>	<u>\$ (156,101)</u>	<u>\$ 1,505,197</u>

Governmental Component Units

	Balance July 1	Additions	Reductions	Balance June 30
Compensated absences	\$ 32,954	\$ 3,477	\$ (2,398)	\$ 34,033
Obligations under capital leases	8,234	273	(1,115)	7,392
Notes payable	2,409		(43)	2,366
Loans payable	69	450	(24)	495
Bonds payable	41,175		(853)	40,322
Other liabilities	1,507		(354)	1,153
	<u>\$ 86,348</u>	<u>\$ 4,200</u>	<u>\$ (4,787)</u>	<u>\$ 85,761</u>

H. Defeased Debt

In prior years, the state and its component units defeased certain general obligation bonds and revenue bonds, respectively, and the state defeased COP by placing the proceeds of the new bonds or COP in irrevocable trusts to provide for all future debt service payments on the old bonds and COP. Accordingly, the trust account assets and the liabilities for the defeased bonds and COP are not included in the general-purpose financial statements. On June 30, 1999, the following bonds and COP outstanding (expressed in thousands) are considered defeased:

	Amount
Primary government:	
General Obligation Bonds	\$ 192,160
(includes \$7,181,000 of NBC)	
COP	23,135
Revenue Bonds	
R.I. Refunding Bond Authority	88,956
Component Units:	
R.I. Clean Water Finance Agency	14,935
R.I. Covention Center Authority	202,710
R.I. Depositors Economic Protection Corporation	559,365
R.I. Economic Development Corporation	32,535
R.I. Turnpike And Bridge Authority	41,355
R.I. Water Resources Board Corporate	8,860

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Notes to General-Purpose Financial Statements

In September 1998, the state issued \$82,470,000 Consolidated Capital Development Loan of 1998, Refunding Series with interest rates ranging from 3.35% to 5.25%, maturing from 2000 through 2015. The proceeds were used to advance refund \$46,830,000 of 1992 General Obligation Bonds and \$33,460,000 of 1994 General Obligation Bonds. Interest rates of the refunded bonds ranged from 5.40% to 5.80%. The net proceeds from the sale of the refunding bonds were used to purchase U.S. Government securities which were deposited in an irrevocable trust with an escrow agent to provide for all future debt service of the refunded bonds. The advance refunding met the requirements of an in-substance debt defeasance and the refunded bonds were removed from the state's General Long-Term Debt Account Group. The refunding decreased total debt service payments over the next 15 years by \$3,094,681 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$2,408,924.

The above amounts include \$1,320,000 of refunding bonds issued on behalf of the Narragansett Bay Water Quality Management District Commission (NBC), a component unit, to advance refund \$1,305,000 of outstanding bonds. This advance refunding decreased NBC's total debt service payments over the next 15 years by \$62,106 and resulted in an economic gain of \$59,888.

On February 4, 1999, the Rhode Island Clean Water Finance Agency (RICWFA) issued the 1999 Series B Subordinated Refunding Bonds in the amount of \$16,830,000 at rates varying from 3.0% to 4.75% due annually from October 1, 1999 through October 1, 2015. Proceeds from this issue were used to defease portions of the 1992 and 1994 Series A Bonds totaling \$14,935,000. The advance refunding reduced RICWFA's total debt service payments over the next 17 years by \$1,351,567 and resulted in an economic gain of approximately \$956,000.

During the year ended June 30, 1999, the Rhode Island Depositors Economic Protection Corporation (DEPCO) purchased U.S. Government securities which were deposited into an irrevocable trust with an escrow agent. They are to provide for all future debt service on \$20,520,000 of the 1991 Series A capital appreciation bonds, \$19,390,000 of the 1992 Series A special obligation bonds and \$39,620,000 of the 1993 Series A special obligation bonds. These bonds are legally defeased and the liability has been removed from the financial statements. The defeasance was funded through the liquidation of assets, net settlements and excess State sales tax. It resulted in the recognition of an accounting loss of \$3,674,501. DEPCO reduced its aggregated principal and interest payments by approximately \$124,981,000 over the next 15 years.

I. Conduit Debt

The R.I. Industrial Facilities Corporation, the R.I. Health and Educational Building Corporation and the R.I. Economic Development Corporation issue revenue bonds, equipment acquisition notes, and construction loan notes to finance various capital expenditures for Rhode Island business entities. The bonds and notes issued by the corporations are not general obligations of the corporations and are payable solely from the revenues derived from the related projects. They neither constitute nor give rise to a pecuniary liability for the corporations nor do they represent a charge against their general credit. Under the terms of the various indentures and related loan and lease agreements, the business entities make loan and lease payments directly to the trustees of the related bond and note issues in amounts equal to interest and principal payments due on the respective issues. The payments are not shown as receipts and disbursements of the corporations, nor are the related assets and obligations included in the

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

financial statements. The amount of conduit debt outstanding on June 30, 1999 was \$154,596,413, \$990,050,067 and \$117,898,121, respectively.

Note 8. Reservations and Designations of Fund Equity

Reserved Retained Earnings

The General Laws require that the net income of the Correctional Industries Internal Service Fund be reserved for capital expansion. At June 30, 1999, the balance of the reserve was \$896,200.

The reservations of retained earnings of the R.I. Housing and Mortgage Finance Corporation (RIHMFC) are restricted by specific bond resolutions, designations by the Board of Commissioners (Board), or by a trust agreement initiated by RIHMFC. These reserves are made up of four major elements: (1) RIHMFC's Housing Endowment Fund (Fund), (2) commitments for housing initiatives, (3) designated funds, and (4) Affordability Housing Trust (Trust). The Fund was established by the Board to provide a reserve against its outstanding indebtedness, future uncertainties related to the marketplace and as a reserve against non-market related uncertainties. In addition to meeting the foregoing objectives, the Fund was established to provide a means whereby RIHMFC can meet the short-term and long-term affordable housing needs targeted to low and moderate income Rhode Island residents. At a minimum the amount of the Fund will be maintained at the greater of \$50,000,000 or 4% of the outstanding long-term indebtedness of RIHMFC. The Fund amounted to \$57,952,228 at June 30, 1999. Commitments for housing initiatives represent amounts set aside by the Board. In order to properly finance and administer various major housing initiatives, the Board approved the utilization of RIHMFC's program fund balances for program expenses, housing loans, subsidies and trust funds. Most of the programs, once established, are accounted for in the Operating Program. Commitments for housing initiatives amounted to \$142,856,472 at June 30, 1999. Designated funds represent amounts designated for RIHMFC's self insurance reserve, the operating budget, and cash flow obligations necessary in each of the programs that have bonded indebtedness. Designated funds amounted to \$17,474,047 at June 30, 1999. The Trust was established to assist in activities that involve the creation and preservation of affordable housing in the state. The Trust accounts for funds held by the Trust in a trustee capacity where both the corpus and earnings may be spent in fulfillment of a variety of designated purposes. The balance of the Trust was \$13,025,470 at June 30, 1999.

Reserved retained earnings of the R.I. Turnpike and Bridge Authority (RITBA) consists of \$4,801,547 for debt service.

The General Laws authorize the Narragansett Bay Water Quality Management District Commission (NBC) to maintain a restricted asset account for environmental enforcement funds. These funds consist of sums recovered by administrative or civil enforcement action and may be used for emergency response or enforcement activities. At June 30, 1999, NBC reported \$73,980 of funds reserved for this purpose.

The reserved retained earnings of the R.I. Higher Education Assistance Authority (RIHEAA) is the trust fund balance of the R.I. Higher Education Savings Trust (RIHEST). RIHEST was created by law to provide a qualified state tuition savings program under Section 529 of the Internal Revenue Code. RIHEST is managed by an independent contractor under the

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Notes to General-Purpose Financial Statements

supervision of the R.I. State Investment Commission and RIHEAA. The balance held in trust at June 30, 1999 was \$2,775,105.

Reserved Fund Balance

The state and its component units' reserved fund balances represent those portions of fund balance that are (1) not appropriable for expenditure or (2) legally segregated for a specific future use. Reserved fund balances (expressed in thousands) are as follows:

	Governmental Fund Types				Fiduciary Fund Types	Total	Governmental
	General	Special Revenue	Debt Service	Capital Projects	Trust and Agency	Primary Government	Component Units
Budget reserve	\$ 65,412	\$	\$	\$	\$	\$ 65,412	\$
Appropriations carried forward							
General revenue	16,123					16,123	
Departmental restricted revenue	22,191					22,191	
Operating transfers in	6,809					6,809	
Encumbrances		184,686		22,510		207,196	19,607
Employment insurance programs		58,051			244,185	302,236	
Debt			4,000	18,656		22,656	2,010
Self-insurance				100		100	
Pension benefits					6,569,023	6,569,023	
Academic college overhead							1,879
Inventory							2,588
Asset protection and capital projects	163					163	5,235
Auxiliary enterprises							7,988
Restricted grants, gifts, and aid							2,145
Loan fund							19,761
Trust indenture							1,277
Landscaping fund							18
	<u>\$ 110,698</u>	<u>\$ 242,737</u>	<u>\$ 4,000</u>	<u>\$ 41,266</u>	<u>\$ 6,813,208</u>	<u>\$ 7,211,909</u>	<u>\$ 62,508</u>

Changes in General Fund Reserves

The state maintains certain reserves within the General Fund in accordance with the General Laws. These reserves accumulate in the General Fund until withdrawn by statute or used for the intended purposes pursuant to the enabling legislation.

The state maintains a budget reserve in the general fund. Annually, 2% of general revenues and opening surplus are set aside in this reserve account. Amounts in excess of 3% of the total general revenues and opening surplus are transferred to the bond capital fund to be used for capital projects, debt reduction or debt service.

The reserve account, or any portion thereof, may be appropriated in the event of an emergency involving the health, safety or welfare of the citizens of the state or in the event of an unanticipated deficit in any given fiscal year. Such appropriations must be approved by a majority of each chamber of the General Assembly.

The Public Facilities Asset Protection Account is designed to provide funds for repairs and capital improvements to state-owned facilities.

Appropriations carried forward can only be used for the same purpose as intended in the original budget as enacted by the General Assembly.

The following table summarizes the activity (expressed in thousands) of these reserve accounts for the fiscal year ended June 30, 1999:

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**Notes to General-Purpose Financial Statements**

	Reserved Fund Balance July 1	Additions	Reductions	Reserved Fund Balance June 30
State Budget Reserve Account	\$ 61,208	\$ 43,608	\$ (39,404)	\$ 65,412
Public Facilities Asset Protection Account	184		(21)	163
Appropriations carried forward				
General revenue	13,929	16,123	(13,929)	16,123
Departmental restricted revenue	22,585	22,191	(22,585)	22,191
Operating transfers in	5,120	6,809	(5,120)	6,809
Total	<u>\$ 103,026</u>	<u>\$ 88,731</u>	<u>\$ (81,059)</u>	<u>\$ 110,698</u>

Designations of Fund Balance

Designated fund balances represent that portion of fund balance segregated to indicate management's tentative plans for future financial resource use.

Designated fund balances in the Special Revenue Funds represent unexpended gasoline tax revenue and unexpended bond proceeds (\$24,917,256) and restricted revenue (\$247,024) brought forward to fiscal year 2000.

Designated fund balance in the Capital Projects Funds (\$74,070,939) represents funds committed to capital projects.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 9. Operating Transfers

Operating transfers for the fiscal year ended June 30, 1999 are presented below (expressed in thousands):

Fund Type/Fund	Operating Transfers			
	In	Out	From Component Units	To Component Units
Primary Government:				
General	\$ 211,158	\$ 43,845	\$ 4,000	\$ 267,864
Special Revenue:				
Employment Insurance Federal Programs	110	1,291		
Employment Insurance Job Development		206		
R.I. Temporary Disability		563		
Intermodal Surface Transportation	29,625	30,242	6,467	45,580
Providence River Relocation-Memorial Blvd Ext	1,024			
Subtotal	30,759	32,302	6,467	45,580
Capital Projects:				
Bond Capital	39,405	73,066		33,352
RI Clean Water Act/ Environmental Trust Fund				3,397
Subtotal	39,405	73,066		36,749
Debt Service	4,000			
Enterprise - State Lottery		133,565		
Internal Service - Central Warehouse	330			
Total	\$ 285,652	\$ 282,778	\$ 10,467	\$ 350,193

	Operating Transfers			
	In	Out	To Primary Government	From Primary Government
Component Units:				
Governmental:				
University of Rhode Island	\$ 2,948	\$ 2,869	\$	\$ 81,509
Rhode Island College	1,287	1,287		37,257
Community College of Rhode Island	497	497		34,364
Central Falls School District				27,861
Subtotal	4,732	4,653		180,991
Proprietary:				
R.I. Economic Development Corporation				7,914
R.I. Convention Center Authority				18,346
R.I. Depositors Economic Protection Corporation				53,118
R.I. Higher Education Assistance Authority				7,077
R.I. Public Transit Authority				22,516
R.I. Resource Recovery Corporation			4,000	
R.I. Public Telecommunications Authority				1,729
R.I. Children's Crusade for Higher Education				2,018
Subtotal			4,000	112,718
Total Component Units	\$ 4,732	\$ 4,653	\$ 4,000	\$ 293,709

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Reconciliation	From Component Units	To Primary Government	To Component Units	From Primary Government
Amounts recorded	\$ 10,467	\$ 4,000	\$ 350,193	\$ 293,709
Capital Projects			200	
Component Units				
Governmental				
University of Rhode Island				2,056
Rhode Island College				8,125
Community College of Rhode Island				2,718
Proprietary				
R.I. Economic Development Corporation		6,467		13,170
Narragansett Bay Water Quality Management District Commission				2,101
R.I. Clean Water Finance Agency				3,397
R.I. Housing Mortgage Finance Corporation				288
R.I. Public Transit Authority				24,829
	<u>\$ 10,467</u>	<u>\$ 10,467</u>	<u>\$ 350,393</u>	<u>\$ 350,393</u>

The difference of \$2,874,000 between operating transfers in/out occurs because the Employees' Retirement System recorded the transactions as expenses as required by GASB Statement No. 25, "Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans." The difference of \$79,000 between operating transfers in/out of the governmental component units occurs because the University of Rhode Island reported an operating transfer in from its enterprise fund. Only the enterprise fund's net gain is reported in the financial statements. The differences in operating transfers to governmental component units occur because, as stated in their notes to the financial statements, operating transfers related to asset protection assistance are based primarily on encumbrances. The state has budgeted for these operating transfers in fiscal year 2000 and does not consider them current year transactions because the agreement is for reimbursement of expenditures. The Intermodal Surface Transportation Fund reported \$6,467,000 of operating transfers from the R.I. Economic Development Corporation (RIEDC) as reimbursement for certain project costs. RIEDC did not report a corresponding operating transfer because the project costs were capitalized. The remaining differences occur because some component units reported funds received from the primary government as contributed capital, grants or increases in fixed assets rather than as operating transfers.

Note 10. Operating Lease Commitments

The primary government is committed under numerous operating leases covering real property. Operating lease expenditures totaled approximately \$10,400,000 for the fiscal year ended June 30, 1999.

Most of the operating leases contain an option allowing the state, at the end of the initial lease term, to renew its lease at the then fair rental value. In most cases, it is expected that these leases will be renewed or replaced by other leases.

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The following is a summary of material future minimum rental payments (expressed in thousands) required under operating leases that have initial or remaining lease terms in excess of one year as of June 30, 1999:

Fiscal Year Ending June 30	
2000	\$ 8,802
2001	7,512
2002	6,069
2003	5,830
2004	5,665
Later Years	10,597
Total	<u>\$ 44,475</u>

The minimum payments shown above have not been reduced by any sublease receipts.

Note 11. Commitments

Commitments (expressed in thousands) arising from encumbrances outstanding at June 30, 1999 are summarized as follows:

General fund (\$14,200 to be funded by federal funds, \$9,900 to be funded substantially by future appropriations and \$8,500 from other sources)	\$ 32,600
Special revenue funds	184,686
Capital projects funds	22,510
	<u>\$ 239,796</u>

Encumbrance accounting, under which contracts, purchase orders and other commitments for the expenditure of funds are recorded to reserve that portion of the applicable appropriation during the fiscal year, is employed in the governmental fund types. General Fund encumbrances outstanding at fiscal year end are not reported as a reservation of fund balance.

These commitments are funded by future appropriations in the subsequent fiscal year. For financial statement purposes, encumbrances outstanding at June 30 of the Special Revenue Funds and the Capital Projects Funds are shown as a reservation of fund balance.

In fiscal year 1999, the state initiated the development of an integrated financial management information system. The system will be implemented in phases over a period of years. A pilot phase involving three major agencies has begun and should be completed in fiscal year 2000. The state has expended approximately \$1,000,000 thus far and expects to spend \$3,000,000 in the next two fiscal years.

The R.I. Economic Development Corporation (RIEDC) entered into several agreements with Providence Place Group Limited Partnership (PPG). The agreements state the terms by which the state shall perform with regard to a shopping mall, parking garage and related offsite improvements developed by PPG. The authority to enter into these agreements was provided in legislation passed by the General Assembly and signed by the Governor. This legislation further provided for payments to the developer, during the first 20 years only, of an amount equal to the lesser of (a) two-thirds of the amount of sales tax generated from retail

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Notes to General-Purpose Financial Statements

transactions occurring at or within the mall or (b) \$3,600,000 in the first five years and \$3,560,000 in years 6 through 20. Subsequent to June 30, 1999, the obligation of the state to make these payments to the developer was eliminated.

Component Units

The R.I. Airport Corporation (RIAC), a subsidiary and component unit of RIEDC, was obligated for completion of certain airport improvements under commitments of approximately \$27,722,000 which is expected to be funded from current available resources and future operations.

The Narragansett Bay Water Quality Management District Commission has entered into various engineering and construction contracts for the design and improvement of its facilities as part of a capital improvement program. Commitments under these contracts aggregated approximately \$6,457,000 at June 30, 1999.

The R.I. Resource Recovery Corporation's (RIRRC) currently licensed landfill consists of areas known as Phases II, III, and IV. The capacity of Phase I was reached in May 1993. Phases II and III encompass 34 acres adjoining Phase I. Phase II consists of two areas, referred to as Area I and Area II. Waste disposal commenced on Area II in April 1993 and on Area I in March 1995. Phase III commenced in June 1997. Approximately \$9,440,000 in costs relating to Phase II and \$5,303,000 relating to Phase III have been incurred as of June 30, 1999, and are included in land and improvements in the financial statements. Phase IV consists of four eleven acre cells of which two cells are expected to be ready to accept refuse on or near October 1, 1999. However, waste disposal cannot commence until completion of construction of the leachate pump station which is expected to be completed April 1, 2000. Cost estimates for future development of an additional landfill, Phase V (not yet licensed), are not available. To date, \$12,866,776 has been expended on legal fees, permitting and engineering costs related to Phase IV, and other costs associated with readying the area for use, including relocation of a brook.

The Environmental Protection Agency (EPA) established closure and postclosure care requirements for municipal solid waste landfills as a condition for the right to operate a landfill in the current period. Based on RIRRC's engineers and independent engineering studies, it is estimated that these costs of closure and postclosure activities for Phase I, II and III will be approximately \$28,172,000. The liability at June 30, 1999 is approximately \$23,155,000, with \$1,063,000 remaining to be recognized. RIRRC recognizes an expense and a liability for these costs based on landfill capacity used to date. Based on the estimates of RIRRC's engineers, approximately 87% of landfill capacity for Phase II and III, which has approximately 8 to 10 months of estimated life remaining, has been used to date. Amounts provided for closure and postclosure are based on current costs. These costs may be adjusted each year due to changes in the closure and postclosure care plan, inflation or deflation, technology, or applicable laws and regulations. RIRRC has designated investments in the amount of \$7,636,371 to meet the financial requirements of closure and postclosure costs, and plans to increase these designated investments each year to enable it to pay the costs as they are incurred.

In prior years, the EPA issued administrative orders requiring the RIRRC to conduct environmental studies of the landfill and undertake various plans of action. Additionally, in 1986, the landfill was named to the EPA's Superfund National Priorities List. The majority of

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the studies were completed and were submitted to the EPA for review. During 1996, the RIRRC entered into a consent decree with the EPA concerning remedial actions taken by the RIRRC for groundwater contamination. The consent decree, which was approved by the U.S. District Court on October 2, 1996, requires the establishment of a trust fund in the amount of \$27,000,000 for remedial purposes. The trust is included in restricted assets held in trust on RIRRC's balance sheet. As of June 30, 1999, the market value of the trust was \$22,538,354. The projected additional deposits into the trust fund on an annual basis are as follows: FYE 2000 - \$1,766,667; FYE 2001 - \$1,000,000 and FYE 2002 - \$166,667. The present value of the estimated remaining total expenditures relating to groundwater contamination that will be required as a result of the consent decree is estimated to be approximately \$16,720,000 and is recorded in the financial statements, net of the amount included in the trust fund.

RIRRC is required by the R.I. Department of Environmental Management to restore certain wetlands which are located at the Central Landfill. The costs for this project can not be estimated at this time.

RIRRC is committed, under various contracts and agreements, for a materials recovery facility and a methane gas collection-flare system.

In addition, RIRRC is required to grant funds to municipalities to assist them in organizing source separation and recycling programs in their communities.

RIRRC has entered into an agreement with the City of Cranston to furnish sewer and water services to RIRRC's Johnston facilities in exchange for payments by RIRRC.

The R.I. Convention Center Authority (RICCA) has entered into management contracts with vendors under which these vendors will provide various services relating to the operation of the convention center, parking garages, and hotel. In addition, RICCA has entered into a licensing agreement with a major hotel chain that permits the hotel to use its name, trademark, reservation system and other services.

The R.I. Housing and Mortgage Finance Corporation had loan commitments of \$17,511,700 under various loan programs at June 30, 1999.

The R.I. Turnpike and Bridge Authority has entered into various contracts for maintenance of its bridges. At June 30, 1999 remaining commitments on these contracts approximated \$5,172,000.

The R.I. Higher Education Assistance Authority is required to return to the federal government \$4,310,909 in student loan reserve funds over a period of five years, such that the total is returned by September 1, 2002.

The University of Rhode Island, Rhode Island College and Community College of Rhode Island have begun a technology modernization of core administration systems. This is being accomplished system wide through the Office of Higher Education and will be financed over a seven-year period beginning in fiscal year 2000 at a cost of \$3,700,000, \$2,200,000, and \$2,500,000, respectively.

Note 12. Contingencies**Primary Government**

The state is involved in various civil lawsuits which could result in monetary loss to the state. The lawsuits are in various developmental stages, some to the point that a favorable decision, with no or minimal loss is anticipated, others, where the outcome and amount of loss, if any, cannot be determined and others which are still in the discovery stage.

Federal Grants

The state receives significant amounts of federal financial assistance under grant agreements which specify the purpose of the grant and conditions under which the funds may be used. Generally, these grants are subject to audit. Any disallowances as a result of these audits become a liability of the state. Although such audits could generate expenditure disallowances under terms of the grants, it is believed that any required reimbursements will not be material.

Moral Obligation Bonds

Some component units issue bonds with bond indentures requiring capital reserve funds. Moneys in the capital reserve fund are to be utilized by the trustee in the event scheduled payments of principal and interest by the component unit are insufficient to pay the bond holder(s). These bonds are considered "moral obligations" of the state when the General Laws require the executive director to submit to the Governor the amount needed to restore each capital reserve fund to its minimum funding requirement and the Governor is required to include the amount in the annual budget. At June 30, 1999 the R.I. Housing and Mortgage Finance Corporation and the R.I. Economic Development Corporation (RIEDC) had \$214,199,622 and \$65,324,581, respectively, in "moral obligation" bonds outstanding. Certain of the RIEDC bonds are economic development revenue bonds whereby the state will assume the debt if the employer reaches and maintains a specified level of full-time equivalent employees. One such employer has certified that the employment level has been exceeded, thereby triggering a credit toward the debt. As a result, the state anticipates paying approximately \$142,000 of the debt on the related economic development revenue bonds in fiscal year 2000.

Component Units**R.I. Student Loan Authority**

The R.I. Student Loan Authority maintains letters of credit in the original stated amount of \$31,940,000 on its January 1995 weekly adjustable interest rate bonds and the originally stated amount of \$69,203,000 on its April 1996 Series I, II and III variable rate bonds. The letters of credit obligate the letter of credit provider to pay to the trustee an amount equal to principal and interest on the bonds when the same becomes due and payable (whether by reason of redemption, acceleration, maturity or otherwise) and to pay the purchase price of the bonds tendered or deemed tendered for purchase but not remarketed. The letters of credit will expire on the earliest to occur: a) January 19, 2000, for the January 1995 issue and April 8, 2001 for the April 1996 issue; b) the date the letter of credit is surrendered to the letter of credit provider; c) when an alternative facility is substituted for the letter of credit; d) when the

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

bonds commence bearing interest at a fixed rate; e) when an event of default has occurred or f) when no amount becomes available to the trustee under the letter of credit.

R.I. Public Transit Authority

The R.I. Public Transit Authority has a \$2,000,000 line of credit with a financial institution. The line of credit is due on demand with interest payable at a floating rate at the financial institution's base rate or fixed rate options at the financial institution's cost of funds plus 2.25%. No amount was due under this line of credit at June 30, 1999.

R.I. Depositors Economic Protection Corporation

The R.I. Depositors Economic Protection Corporation has available a \$3,000,000 line of credit agreement with Citizens Bank. This line of credit agreement expires on November 30, 1999. Certain assets of DEPCO are pledged as collateral for any borrowings under this agreement. At June 30, 1999, no amounts are outstanding under this line of credit agreement.

Note 13. Employer Pension Plans

Plan Descriptions

The state, through the Employees' Retirement System (System), administers four defined benefit pension plans. Three of these plans; the Employees' Retirement System (ERS), a cost-sharing multiple-employer defined benefit pension plan and the Judicial Retirement Benefits Trust (JRBT) and the State Police Retirement Benefits Trust (SPRBT), single-employer defined benefit pension plans; cover most state employees. The state does not contribute to the Municipal Employees' Retirement System, an agent multiple-employer defined benefit pension plan. The System provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. The level of benefits provided to state employees, which is subject to amendment by the general assembly, is established by the General Laws as listed below. In addition to the state, there are 40 local public school entities that are members of the ERS. The System issues a publicly available financial report that includes financial statements and required supplementary information for the plans. The report may be obtained by writing to the Employees' Retirement System, 40 Fountain Street, Providence, RI 02903.

Summary of Significant Accounting Policies

Basis of Accounting

The financial statements of the System are prepared on the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded when incurred. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan. Dividend income is recorded on the ex-dividend date.

Method Used to Value Investments

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Investments are recorded in the financial statements at fair value. Fair value is the amount that a plan can reasonably expect to receive for an investment in a current sale between a willing buyer and a willing seller - that is, other than a forced liquidation sale. The fair value of fixed income and domestic and international stocks are generally based on published market prices and quotations from national security exchanges and securities pricing services. Real estate is primarily valued on appraisals by independent appraisers or as adjusted by the general partner. Other securities and investments, which are not traded on a national security exchange, are valued by the respective fund manager. Short-term investments are stated at cost, which approximates fair value. Investment transactions are recorded on a trade date basis.

Funding Policy and Annual Pension Cost

The state's annual pension cost (expressed in thousands) for the current year and related information for each plan is listed below. The most recent actuarial information may be found in the separately issued audit report referred to above.

	Employees' Retirement System	State Police Retirement Benefits Trust	Judicial Retirement Benefits Trust
Contribution rates:			
State	9.85%	11.43%	23.36%
Plan members - state employees	8.75%	8.75%	8.75%
State contribution for teachers	4.24% & 4.90%		
Annual pension cost	\$78,729	\$631	\$737
Contributions made - state employees	\$48,526	\$631	\$737
Contributions made - teachers	\$30,203		
Actuarial valuation date	June 30, 1996	June 30, 1996	June 30, 1996
Actuarial cost method	Frozen Entry Age	Frozen Entry Age	Frozen Entry Age
Amortization method	Level Percent of Payroll - Closed	Level Percent of Payroll - Closed	Level Percent of Payroll - Closed
Equivalent Single Remaining Amortization Period	19 years	26 years	26 years
Asset valuation method	3 - Year Smoothed Market	3 - Year Smoothed Market	3 - Year Smoothed Market
Actuarial Assumptions:			
Investment rate of return	8.00%	8.00%	8.00%
Projected salary increases	4.50%	5.50%	6.00%
Inflation	3.00%	3.00%	3.00%
Cost-of-living adjustments	3% compounded annually	\$1,500 per annum	3% of original retirement, compounding varies
Level of benefits established by:			
General Law(s)	36-8 to 10	42-28-22.1	8-3-16, 8-8-10.1, 28-30-18.1, and 31-43-11.1

Three-Year Trend Information

	Year Ending	Annual Pension Cost (APC) (In Thousands)	Percentage of APC Contributed	Net Pension Obligation
Employees' Retirement System	6/30/97	\$ 80,275	100%	\$ 0
	6/30/98	86,313	100%	0
	6/30/99	78,729	100%	0
State Police Retirement Benefits Trust	6/30/97	454	100%	0
	6/30/98	603	100%	0
	6/30/99	631	100%	0
Judicial Retirement Benefits Trust	6/30/97	619	100%	0
	6/30/98	744	100%	0
	6/30/99	737	100%	0

Other

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Certain employees of the University of Rhode Island, Rhode Island College, and the Community College of Rhode Island (principally faculty and administrative personnel) are covered by individual annuity contracts with the Teachers' Insurance and Annuity Association. Total expenditures by the institutions for such annuity contracts amounted to \$9,755,515 during the year ended June 30, 1999.

The R.I. Public Transit Authority has two pension plans that cover employees meeting certain eligibility requirements. Employer contribution paid in fiscal year 1999 was \$2,479,367. At July 1, 1998, the most recent valuation date, the total pension benefit obligation was \$30,793,291 and net assets available for benefits were \$14,829,631.

Certain other component units have defined contribution pension and savings plans. For information regarding these pension and savings plans, please refer to the component units' separately issued financial reports.

Note 14. Postemployment Benefits

In accordance with the General Laws, postretirement health care benefits are provided to state employees who retire on or after July 1, 1989. The benefits in general cover medical and hospitalization costs for pre-Medicare retirees and a Medicare supplement for Medicare-eligible retirees. The state is required to pay a portion of the monthly premium. This payment varies with years of service and ranges from 50% for retirees with 10-15 years of service to 100% for retirees with 35 years of service. During fiscal year 1999, the state contributed 0.69% of covered payroll for postretirement healthcare benefits. The contribution rates are not actuarially determined. Postretirement health care expenses for the fiscal year ended June 30, 1999 were \$3,358,416, net of retirees' contributions for the 2,909 retirees receiving benefits.

In addition to the pension benefits described above, expenditures of \$1,018,188 were recognized for postretirement benefits provided under early retirement incentive programs (an average of \$985 for each of the 1,034 retirees covered by the plans).

The employer share of the above plans is financed on a pay-as-you-go basis.

Note 15. Deferred Compensation

The state offers its employees a deferred compensation plan created in accordance with Internal Revenue Code (IRC) Section 457. The Department of Administration pursuant to Chapter 36-13 of the General Laws administers the plan. The Department of Administration contracts with private corporations to provide investment products related to the management of the deferred compensation plan. Benefit payments are not available to employees earlier than the calendar year in which the participant attains age 70½, termination, retirement, death or "unforeseeable emergency".

Current Internal Revenue Service regulations require that amounts deferred under a Section 457 plan be held in trust for the exclusive benefit of participating employees and not be accessible by the government or its creditors. The plan assets also may be held in annuity contracts or custodial accounts, which are treated as trusts.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

The state does not serve in a trustee capacity. Accordingly, the plan assets are not included in the financial statements.

Note 16. Fund Deficits

The Workers' Compensation Internal Service Fund reported a deficit of \$78,509 at June 30, 1999. This deficit will be funded by future revenues.

The University of Rhode Island proprietary operations reported a deficit of \$2,783,377 at June 30, 1999. This deficit will be funded by future revenues.

The R.I. Convention Center Authority reported a deficit of \$55,044,282 at fiscal year ended June 30, 1999. This deficit will be funded by future revenues.

The R.I. Depositors Economic Protection Corporation reported a deficit of \$43,903,044 at fiscal year ended June 30, 1999. This deficit will be funded by future revenues.

The R.I. Public Transit Authority reported a deficit of \$5,756,413 at fiscal year ended June 30, 1999. This deficit will be funded by future revenues.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 17. Restatement of Fund Equity

Certain restatements of fund equity balances, as of June 30, 1998, are summarized in the following table (expressed in thousands):

	June 30, 1998 Fund Equity As Previously Reported	Increase	July 1, 1998 Fund Equity Restated
Primary Government			
Internal Service Funds			
Central Services	\$ 832	\$ 19	\$ 851
Correctional Industries	434	206	640
Other Internal Service Funds	2,461		2,461
	<u>\$ 3,727</u>	<u>\$ 225</u>	<u>\$ 3,952</u>
Proprietary Component Units			
R.I. Housing and Mortgage Finance Corporation	\$ 217,254	\$ 10,718	\$ 227,972
R.I. Turnpike and Bridge Authority	25,140	62	25,202
R.I. Economic Development Corporation	218,305	661	218,966
R.I. Resource Recovery Corporation	43,098	1,210	44,308
Other Proprietary Component Units	157,967		157,967
	<u>\$ 661,764</u>	<u>\$ 12,651</u>	<u>\$ 674,415</u>

The beginning retained earnings of the Central Services and Correctional Industries Internal Service Funds were restated to correct errors resulting in an understatement of previously reported assets.

The R.I. Housing and Mortgage Finance Corporation restated fund equity as a result of including the beginning fund balance of a previously unreported component unit, the Affordability Housing Trust. The beginning retained earnings of the R.I. Turnpike and Bridge Authority and the R.I. Resource Recovery Corporation were restated to correct errors resulting in an understatement of previously reported assets. The beginning retained earnings of R.I. Economic Development Corporation were restated to reflect a decrease in net pension obligation.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Note 18. Segment Information

Segment information for the governmental and proprietary component units is presented (expressed in thousands) in the following schedules:

Governmental	URI	RIC	CCRI	CFSD
Due from primary government	\$	\$	\$	\$
Other current assets	55,727	15,185	7,813	2,958
General fixed assets	2,053			
Amounts available in debt service fund			512	
Amounts to be provided for retirement of (46,613	24,627	11,386	1,645
Current liabilities	40,827	8,110	4,615	1,934
Bonds payable	25,843	10,829	4,504	
Other long-term liabilities	22,335	13,798	7,395	1,645
Revenues	173,262	43,810	32,651	784
Current expenditures	234,129	73,981	61,708	24,826
Capital outlay expenditures	14,383	2,799	2,784	641
Debt service expenditures	5,644	1,357	420	
Transfers from primary government	73,228	33,909	31,565	24,878
Excess of revenues and expenditures	1,073	472	125	211
Net gain from proprietary operations	45			

Proprietary	RIHMFC	RISLA	RITBA	RIEDC	RICCA	NBC
Due from primary government	\$	\$	\$	\$ 18,446	\$	\$
Other current assets	1,897,838	499,845	28,119	156,410	24,973	28,440
Fixed assets (net)	16,207	114	42,919	280,438	235,114	200,399
Current liabilities	34,339	9,641	1,191	10,257	5,382	5,877
Bonds payable	1,509,381	465,708	45,227	202,968	309,254	22,284
Other long-term liabilities	177,267			44,843	2,053	41,000
Operating revenue	133,550	34,168	11,438	30,189	30,611	27,715
Operating expenses	121,040	27,819	4,409	24,245	27,142	20,775
Depreciation, depletion and amortization	2,963	424	772	13,176	10,238	4,343
Operating income (loss)	9,547	5,926	6,257	(7,232)	(6,769)	2,596
Operating grants, entitlements and shared revenue				814		49
Transfers from primary government				6,030	11,749	
Transfers to primary government						(21)
Net income (loss)	7,827	5,926	5,911	(7,117)	(13,110)	699
Current capital contribution				(9,043)		1,764

Proprietary	RIHEBC	RIRRC	DEPCO	RIHEAA	RIPTA	RIIFC
Due from primary government	\$	\$	\$ 8,443	\$	\$ 355	\$
Other current assets	7,263	35,127	40,740	19,760	10,293	1,103
Fixed assets (net)	10	38,856	77	1,707	29,759	
Current liabilities	12	5,421	6,201	5,293	13,550	10
Bonds payable			186,470			
Other long-term liabilities		61,536	1,725	958	8	564
Operating revenue	880	45,742	100,736	4,947	9,899	150
Operating expenses	460	15,032	7,030	11,430	38,666	44
Depreciation, depletion and amortization	3	5,794	188	141	4,780	
Operating income (loss)	416	24,916	93,518	(6,624)	(33,547)	106
Operating grants, entitlements and shared revenue				269	3,193	
Transfers from primary government			49,755	7,149	22,310	
Transfers to primary government		(2,000)	(15,000)			
Net income (loss)	846	16,313	110,957	1,704	(3,798)	125
Current capital contribution					2,577	

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

Proprietary	RICWFA	RIIRBA	RIWRBC	RIPTCA	RICCHE
Due from primary government	\$	\$	\$	\$	\$
Other current assets	181,494	2,665	11,745	2,287	10,292
Fixed assets (net)	28	649		5,808	58
Current liabilities	1,992	43	1,361	514	350
Bonds payable	114,666		19,111		
Other long-term liabilities	67	500		6,486	47,800
Operating revenue	8,990	395	2,519	2,383	2,531
Operating expenses	7,223	182	25	3,059	4,546
Depreciation, depletion and amortization	12	14	113	1,002	18
Operating income (loss)	1,755	199	2,380	(1,678)	(2,033)
Operating grants, entitlements and shared revenue	10,406			556	
Transfers from primary government				1,797	1,500
Transfers to primary government					
Net income (loss)	12,161	283	(277)	249	(350)
Current capital contribution					

Note 19. Risk Management

The state is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; employee injury; and natural disasters.

The state has entered into agreements with commercial insurance companies for comprehensive insurance coverage on state property to protect the state against loss from fire and other risks. Furthermore, the state is required by the General Laws to provide insurance coverage on all motor vehicles owned by the state and operated by state employees in the sum of \$100,000 per person and \$300,000 per accident for personal injury and \$20,000 for property damage. The state also contracts with various insurance carriers and health maintenance organizations to provide health care benefits to employees.

The state is self-insured for risks of loss related to torts. Tort claims are defended by the state Attorney General and, when necessary, appropriations are provided to pay claims.

The state is self-insured for various risks of loss related to work related injuries of state employees. The state maintains the Workers' Compensation Fund, an internal service fund that services workers' compensation claims. The fund bills to user agencies the costs associated with claims and a service charge to cover the fund's administrative expenses.

There are no funds reserved for pending claims or incurred but not reported liabilities.

Note 20. Extraordinary Items and Cumulative Effect of a Change in Accounting Principle

The R.I. Housing and Mortgage Finance Corporation periodically retires bonds prior to the redemption date. Deferred bond issuance costs, along with any premium paid on the call, in the amount of \$2,018,518 were reported as an extraordinary loss in fiscal year 1999.

The R.I. Depositors Economic Protection Corporation reported an extraordinary item of \$3,674,501. This was the result of reporting an accounting loss on a debt defeasance that was funded through the liquidation of assets, net legal settlements, and excess state sales tax.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Notes to General-Purpose Financial Statements

The R.I. Airport Corporation (RIAC), a subsidiary of the R.I. Economic Development Corporation, reported \$2,064,129 as the cumulative effect of a change in accounting principle.

RIAC recognized a Passenger Facility Charges (PFC) receivable and contributed capital for the portion of construction costs incurred that related to PFC-approved projects. The new method of accounting for PFCs was adopted as a result of the issuance by the GASB of definitive guidance related to the accounting for non-exchange transactions.

Note 21. Related Party Transactions

The R.I. Depositors Economic Protection Corporation (DEPCO) is entitled by statute to six-tenths of one percent within the state's sales and use tax rate. For the fiscal year ended June 30, 1999, the portion of the state's sales tax appropriated for DEPCO amounted to \$53,117,924. Payment to DEPCO requires an annual appropriation by the General Assembly. The General Assembly is not legally bound or obligated to make such appropriations. The state budget for fiscal year 2000 as enacted by the General Assembly kept the dedication at six-tenths of one percent within the state's existing sales and use tax rate. The fiscal year 2000 appropriation is estimated to yield approximately \$55,600,000 for deposit to DEPCO.

The R.I. Resource Recovery Corporation (RIRRC) entered into a lease and agreement with the state whereby the RIRRC agreed to lease the landfill to the state. Pursuant to this lease and agreement RIRRC issued \$15,000,000 of notes on August 1, 1998. The principal and interest on these notes are secured by rentals as set forth in the lease and agreement. The notes matured on July 30, 1999. On August 1, 1999, \$5,000,000 of these notes was refinanced with a maturity date of July 28, 2000. The remaining \$10,000,000 was paid out of available cash and investments.

Funds held by the University of Rhode Island Foundation for the future use of the university and its faculty and students are not reflected in the accompanying financial statements. Funds held at June 30, 1999 amounted to \$58,169,400. Distributions of \$7,642,896 during the fiscal year ended June 30, 1999 are included in private gift revenue of the university.

Funds held by the Rhode Island College Foundation for the future use of the college and its faculty and students are not reflected in the accompanying financial statements. Funds held at June 30, 1999 amounted to approximately \$7,940,000. There were no distributions to RIC during the fiscal year ended June 30, 1999.

As of June 30, 1999, the Employees' Retirement System held investments in bonds issued by the R.I. Industrial Facilities Corporation having a fair value of \$23,000,000 and by the R.I. Housing and Mortgage Finance Corporation having a fair value of \$4,050,373. These corporations are included as component units in the accompanying general-purpose financial statements.

The R.I. Industrial-Recreational Building Authority is authorized to insure mortgages and first security agreements for companies conducting business in the state, granted by financial institutions and the R.I. Industrial Facilities Corporation.

The state entered into a lease and operating agreement (the agreement) with the R.I. Airport Corporation (RIAC) a subsidiary of the R.I. Economic Development Corporation providing for the lease and/or transfer from the state to the RIAC all real, personal, and tangible property;

intangible property, including accounts receivable, contract rights, choices in action, licenses, permits, grants, and entitlements; and all other assets of the state used or used primarily in connection with the administration, maintenance, management, regulation, operation, improvement, development or use of the state's six airports and other air facilities. RIAC agrees to reimburse the state for principal and interest payments for certain airport related General Obligation Bonds. The term of the agreement is 35 years beginning July 1, 1993, with annual rent of \$1.00.

Note 22. Subsequent Events

Primary Government

In September 1999, the state issued \$63,120,000 of general obligation serial bonds and \$32,390,000 of general obligation multi-modal bonds. The interest rates of the serial bonds ranged from 5.00% to 5.75% with maturities from 2001 to 2019. The interest rates on the multi-modal bonds varies.

Component Units

Subsequent to June 30, 1999, the Alpha-Beta technology facility was sold for \$20,000,000 through a receivership. The estimated short fall was \$5,712,000 which was paid by the state through a loan to the R.I. Economic Development Corporation.

In August 1999 and November 1999, the R.I. Housing and Mortgage Finance Corporation (RIHMFC) issued bonds in the amount of \$85,000,000 and \$37,185,000 respectively. Additionally in October 1999, RIHMFC called \$72,235,000 of bonds outstanding at June 30, 1999.

In August 1999, DEPCO defeased \$32,005,000 of its special obligation bonds.

In August 1999, the R.I. Clean Water Finance Agency issued \$24,010,000 of Water Pollution Control Revolving Fund Revenue Bonds. The interest rates ranged from 4.15% to 5.63% and the bonds mature in October 2019.

FINANCIAL SECTION

REQUIRED SUPPLEMENTARY INFORMATION

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**REQUIRED SUPPLEMENTARY INFORMATION****SCHEDULES OF FUNDING PROGRESS***(Expressed in thousands)***Employees' Retirement System**

Actuarial Valuation Date	Actuarial Value of Assets (a)	Unfunded Frozen Actuarial Liability (UFAL) (b)	Frozen Initial Liability (c) = (a + b)	Funded Ratio (a / c)	Covered Payroll (d)	Excess as a Percentage of Covered Payroll (b / d)
6/30/96	3,710,939	1,212,709	4,923,648	75.4%	1,008,723	120.2%
6/30/97	4,437,070	1,455,147	5,892,217	75.3%	1,047,786	138.9%
6/30/98	5,121,478	1,454,527	6,576,005	77.9%	1,113,567	130.6%

State Police Retirement Benefits Trust

Actuarial Valuation Date	Actuarial Value of Assets (a)	Unfunded Frozen Actuarial Liability (UFAL) (b)	Frozen Initial Liability (c) = (a + b)	Funded Ratio (a / c)	Covered Payroll (d)	Excess as a Percentage of Covered Payroll (b / d)
6/30/96	3,116	560	3,676	84.8%	4,949	11.3%
6/30/97	4,862	574	5,436	89.4%	5,371	10.7%
6/30/98	6,757	581	7,338	92.1%	7,212	8.1%

Judicial Retirement Benefits Trust

Actuarial Valuation Date	Actuarial Value of Assets (a)	Unfunded Frozen Actuarial Liability (UFAL) (b)	Frozen Initial Liability (c) = (a + b)	Funded Ratio (a / c)	Covered Payroll (d)	Excess as a Percentage of Covered Payroll (b / d)
6/30/96	1,345	41	1,386	97.0%	2,597	1.6%
6/30/97	2,607	901	3,508	74.3%	2,815	32.0%
6/30/98	4,120	929	5,049	81.6%	3,040	30.6%

FINANCIAL SECTION

COMBINING AND INDIVIDUAL FUND AND ACCOUNT GROUP STATEMENTS

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GENERAL FUND

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

BALANCE SHEET

GENERAL FUND

June 30, 1999

Assets

Cash and cash equivalents	\$ 226,078,576
Receivables (net)	92,590,485
Due from other funds	19,092,720
Due from component units	1,009,711
Due from other governments and agencies	152,537,122
Loans to other funds	7,748,029
Other assets	4,933,655
	<hr/>
Total assets	<u>\$ 503,990,298</u>

Liabilities and Fund Balance

Liabilities:

Vouchers and accounts payable	\$ 218,310,330
Due to other funds	19,118,176
Due to component units	13,932,911
Due to other governments and agencies	4,035,266
Accrued liabilities	17,182,485
Deferred revenue	3,272,379
Other liabilities	19,140,457
	<hr/>
Total liabilities	<u>294,992,004</u>

Fund balance:

Reserved:	
Budget reserve	65,411,541
Public facilities asset protection account	163,234
Appropriations carried forward:	
General revenue appropriations	16,123,307
Departmental restricted appropriations	22,191,554
Other, principally capital accounts	6,809,041
Unreserved:	
Undesignated	98,299,617
	<hr/>
Total fund balance	<u>208,998,294</u>
	<hr/>
Total liabilities and fund balance	<u>\$ 503,990,298</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

GENERAL FUND

For the Fiscal Year Ended June 30, 1999

Revenues:

Taxes	\$ 1,674,802,478
Licenses, fines, sales, and services	163,030,661
Departmental restricted revenue	106,967,768
Federal grants	1,002,939,673
Income from investments	7,377,611
Other revenues	29,236,537
Total revenues	2,984,354,728

Other financing sources:

Operating transfers in	211,158,325
Operating transfers from component units	4,000,000
Other	16,380,316
Total revenues and other financing sources	3,215,893,369

Expenditures:

Current:	
General government	180,184,663
Human services	1,630,698,395
Education	43,723,368
Public safety	246,057,265
Environment	47,895,442
Capital outlays	26,034,326
Intergovernmental	681,374,137
Debt service:	
Principal	40,654,611
Interest and other charges	33,629,646
Total expenditures	2,930,251,853

Other financing uses:

Operating transfers out	43,845,227
Operating transfers to component units	267,864,330
Total expenditures and other financing uses	3,241,961,410

Revenues and other financing sources over (under) expenditures and other financing uses	(26,068,041)
Fund balance, July 1, 1998	235,066,335
Fund balance, June 30, 1999	\$ 208,998,294

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STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCE - BUDGET AND ACTUAL****GENERAL FUND**

For the Fiscal Year Ended June 30, 1999

	Budget	Actual	Variance
Revenues:			
Taxes	\$ 1,664,950,000	\$ 1,674,802,478	\$ 9,852,478
Licenses, fines, sales, and services	160,200,000	163,030,661	2,830,661
Departmental restricted revenue	110,609,233	106,967,768	(3,641,465)
Federal grants	1,059,176,836	1,002,939,673	(56,237,163)
Other revenues	36,000,000	36,614,148	614,148
Total revenues	3,030,936,069	2,984,354,728	(46,581,341)
Other financing sources:			
Operating transfers in	211,727,985	211,158,325	(569,660)
Operating transfers from component units	4,000,000	4,000,000	
Other	15,014,491	16,380,316	1,365,825
Total revenues and other financing sources	3,261,678,545	3,215,893,369	(45,785,176)
Expenditures:			
Current:			
General government	210,666,969	180,184,663	30,482,306
Human services	1,672,800,425	1,630,698,395	42,102,030
Education	51,012,534	43,723,368	7,289,166
Public safety	256,444,546	246,057,265	10,387,281
Environment	68,389,486	47,895,442	20,494,044
Capital outlays	26,034,326	26,034,326	
Intergovernmental	681,374,137	681,374,137	
Debt service:			
Principal	40,654,611	40,654,611	
Interest and other charges	33,629,646	33,629,646	
Total expenditures	3,041,006,680	2,930,251,853	110,754,827
Other financing uses:			
Operating transfers out	39,876,330	43,845,227	(3,968,897)
Operating transfers to component units	266,937,841	267,864,330	(926,489)
Total expenditures and other financing uses	3,347,820,851	3,241,961,410	105,859,441
Revenues and other financing sources over (under) expenditures and other financing uses	(86,142,306)	(26,068,041)	60,074,265
Fund balance, July 1, 1998	235,066,335	235,066,335	
Fund balance, June 30, 1999	\$ 148,924,029	\$ 208,998,294	\$ 60,074,265

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF REVENUES, OTHER FINANCING SOURCES, EXPENDITURES, AND OTHER FINANCING USES - GENERAL REVENUE APPROPRIATIONS - BUDGET AND ACTUAL

GENERAL FUND

For the Fiscal Year Ended June 30, 1991

	Budget	Actual	Variance
Revenues:			
Taxes	\$ 1,664,950,000	\$ 1,674,802,478	\$ 9,852,478
Licenses, fines, sales and services	160,200,000	163,030,661	2,830,661
Miscellaneous revenue	36,000,000	36,614,148	614,148
Total revenues	1,861,150,000	1,874,447,287	13,297,287
Other financing sources:			
Operating transfers in	154,047,000	153,516,665	(530,335)
Operating transfers from component unit	4,000,000	4,000,000	
Other	15,014,491	16,380,316	1,365,825
Appropriations carried forward from prior year	13,928,523	13,928,523	
Total revenues and other financing source	2,048,140,014	2,062,272,791	14,132,777
Expenditures:			
<i>Department or Agency/Program</i>			
Administration			
Central Management	1,591,637	1,487,199	104,438
Accounts and Control	4,359,351	4,460,183	(100,832)
Budgeting	2,082,119	1,992,509	89,610
Auditing	1,402,417	1,274,462	127,955
Human Resources	5,645,444	5,817,468	(172,024)
Taxation	28,310,855	29,151,975	(841,120)
Central Services	15,809,848	17,955,992	(2,146,144)
Purchasing	2,049,909	1,940,045	109,864
Office of Library and Information Service:	9,597,055	7,691,149	1,905,906
General	94,535,254	90,214,498	4,320,756
Personnel Appeal Board	125,708	133,086	(7,378)
Debt Service Payments	32,895,159	32,879,857	15,302
Business Regulation			
Central Management	1,060,210	989,130	71,080
Banking Regulation	1,218,159	1,202,377	15,782
Securities Regulation	527,991	575,638	(47,647)
Commercial Licensing and Regulation	1,005,595	1,022,322	(16,727)
Racing and Athletics	669,408	662,454	6,954
Insurance Regulation	2,433,968	2,282,038	151,930
Labor and Training			
Central Management	69,113	69,325	(212)
Workforce Regulation and Safety Program	3,398,353	3,589,166	(190,813)
Income Support	2,584,324	2,580,507	3,817
Labor Relations Board	368,582	348,745	19,837
Legislature	29,001,489	20,966,470	8,035,019
Office of Lieutenant Governor	668,637	629,328	39,309
Secretary of State			
Administration	1,139,634	1,159,043	(19,409)
Corporations	1,323,921	1,311,017	12,904
State Archives	226,266	237,757	(11,491)
Elections	1,508,445	1,451,096	57,349
State Library	705,839	675,037	30,802
Office of Public Information	493,697	468,873	24,824

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

<i>Department or Agency/Program</i>	<i>Budget</i>	<i>Actual</i>	<i>Variance</i>
General Treasurer			
General Treasurer - General	2,353,856	2,372,234	(18,378)
Rhode Island Refunding Bond Authority	88,092	60,710	27,382
Crime Victim Compensation Program	208,700	193,913	14,787
Boards for Design Professionals	306,252	340,956	(34,704)
Board of Elections	4,643,216	4,572,787	70,429
Rhode Island Ethics Commission	769,695	722,055	47,640
Office of the Governor	3,607,326	3,607,299	27
Public Utilities Commission	714,868	706,370	8,498
Rhode Island Commission on Women	115,397	115,131	266
Children, Youth and Families			
Central Management	6,988,536	6,999,969	(11,433)
Mental Health Services	15,862,233	13,781,059	2,081,174
Juvenile Corrections	22,568,044	20,990,118	1,577,926
Child Welfare	66,260,917	68,948,358	(2,687,441)
Elderly Affairs	18,313,713	18,296,740	16,973
Health			
Central Management	2,422,704	2,443,734	(21,030)
State Medical Examiner	1,354,626	1,365,004	(10,378)
Family Health	7,342,889	7,315,975	26,914
Health Services Regulation	4,213,806	4,213,029	777
Environmental Health	4,056,561	4,027,448	29,113
Health Laboratories	5,632,416	5,635,964	(3,548)
Disease Prevention and Control	2,709,205	2,686,053	23,152
Human Services			
Central Management	5,640,753	4,454,679	1,186,074
Individual and Family Support	18,819,382	18,608,961	210,421
Veterans' Affairs	11,812,423	11,346,171	466,252
Health Care Quality, Financing and Purchasing	12,328,785	12,357,013	(28,228)
Medical Benefits	304,776,000	304,160,711	615,289
S.S.I. Program	24,288,100	24,244,226	43,874
Family Independence Program	54,729,927	54,666,455	63,472
State Funded Programs	5,717,964	5,550,776	167,188
Mental Health, Retardation and Hospital			
Central Management	1,412,385	1,533,327	(120,942)
Hospital and Community System Support	15,752,162	14,647,155	1,105,007
Services for the Developmentally Disabled	90,098,285	87,676,036	2,422,249
Integrated Mental Health Service	29,879,289	29,607,495	271,794
Hospital and Community Rehabilitative Service	42,020,978	44,310,349	(2,289,371)
Substance Abuse	15,272,391	15,269,112	3,279
Office of the Child Advocate	411,003	425,444	(14,441)
Commission on the Deaf and Hard of Hearing	187,479	149,285	38,194
Governor's Commission on Disabilities	248,852	245,474	3,378
Commission for Human Rights	600,995	579,717	21,278
Mental Health Advocate	220,290	216,162	4,128

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF REVENUES, OTHER FINANCING SOURCES, EXPENDITURES, AND OTHER FINANCING USES - GENERAL REVENUE APPROPRIATIONS - BUDGET AND ACTUAL

GENERAL FUND

For the Fiscal Year Ended June 30, 1991

<i>Department or Agency/Program</i>	Budget	Actual	Variance
Elementary and Secondary Education			
State Aid - State Support of Local School Operations	385,754,500	385,754,500	
State Aid - Vocational Rehabilitation	114,060	101,090	12,970
State Aid - Charter Schools	50,000	50,000	
State Aid - Student Technology	3,397,692	3,397,692	
State Aid - Core Instruction Equity	12,637,476	12,637,476	
State Aid - Student Equity	28,546,085	28,546,085	
State Aid - Early Childhood	5,457,821	5,457,821	
State Aid - Student Language Assistance	1,306,337	1,306,337	
State Aid - Professional Developer	2,780,502	2,780,502	
State Aid - Targeted Aid	8,000,000	8,000,000	
State Aid - On-Site Visits/Accountability	461,318	394,166	67,152
State Aid - Regionalization Bonus	7,357,963	7,357,963	
School Housing Aid	22,568,946	22,568,944	2
Teachers' Retirement	31,916,527	30,508,187	1,408,340
Rhode Island School for the Deaf	4,886,681	4,973,553	(86,872)
Central Falls School District	24,268,988	24,268,988	
Davies Career and Technical School	10,669,328	10,689,565	(20,237)
Metropolitan Career and Technical School	1,667,391	1,667,722	(331)
Hasbro Children's Hospital	80,000	80,000	
Deputy Program and Field Service	118,335	96,307	22,028
School Improvement and Professional Service	3,099,462	2,953,494	145,968
Special Needs	127,465	139,958	(12,493)
Integration of Social Service	667,084	676,001	(8,917)
General Assembly and Allocation Grant	525,440	484,276	41,164
Legal, Support, Equity	596,183	564,951	31,232
Teacher Prep and Developer	899,258	863,568	35,690
Finance	771,598	669,562	102,036
Assessment	3,654,659	3,591,271	63,388
Nutrition Program	1,306,851	1,312,019	(5,168)
Commissioner's Office	900,434	857,775	42,659
Board Relations	148,488	155,963	(7,475)
Human Resources	292,521	393,952	(101,431)
Public Higher Education	153,728,337	153,719,598	8,739
Rhode Island State Council on the Arts	884,178	877,730	6,448
Atomic Energy Commission	585,044	544,774	40,270
Higher Education Assistance Authority			
Needs Based Grants and Work Opportunities	6,541,649	6,201,102	340,547
Operations and Other Grants	983,642	875,800	107,842
Historical Preservation and Heritage Commission	2,221,228	2,161,789	59,439
Rhode Island Public Telecommunications Authority	1,728,666	1,728,666	
Attorney General			
Criminal	8,738,608	8,474,412	264,196
Civil	2,768,826	2,436,560	332,266
Bureau of Criminal Identification	466,201	405,066	61,135
General	1,291,730	1,170,455	121,275

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

<i>Department or Agency/Program</i>	Budget	Actual	Variance
Corrections			
Central Management	7,994,899	7,816,948	177,951
Parole Board	733,961	704,689	29,272
Institutional Corrections	112,685,507	110,870,776	1,814,731
Community Corrections	7,969,759	7,878,906	90,853
Judicial			
Supreme Court	14,560,815	15,013,328	(452,513)
Justice Link	1,235,806	1,053,175	182,631
Superior Court	14,171,576	14,096,389	75,187
Family Court	9,848,207	10,071,558	(223,351)
District Court	6,377,661	6,350,323	27,338
Administrative Adjudication	5,330,549	5,233,973	96,576
Military Staff			
National Guard	1,713,059	1,672,859	40,200
Emergency Management	319,556	332,658	(13,102)
Fire Safety Code Commission	191,543	176,862	14,681
Fire Safety and Training Academy	1,242,424	1,200,871	41,553
Commission on Judicial Tenure and Discipline	98,571	89,757	8,814
Governor's Justice Commission	214,659	213,795	864
Municipal Police Training Academy	498,284	322,744	175,540
Rhode Island State Police	29,549,297	29,341,284	208,013
Office of Public Defense	4,836,687	4,750,679	86,008
Sheriffs of Several Counties	8,176,161	8,396,738	(220,577)
Environmental Management			
Policy and Administration	7,597,704	7,735,576	(137,872)
Natural Resources	13,137,302	13,257,639	(120,337)
Environmental Protection	8,284,419	8,323,520	(39,101)
Coastal Resources Management Council	1,244,268	1,220,909	23,359
Water Resources Board	3,683,447	3,598,796	84,651
Total expenditures	2,058,222,505	2,036,282,592	21,939,913
Other financing uses			
Appropriations carried forward		16,123,307	(16,123,307)
Total expenditures and other financing use	2,058,222,505	2,052,405,899	5,816,606
Revenue and other financing sources over (under) expenditures and other financing use	\$ (10,082,491)	\$ 9,866,892	\$ 19,949,383

Concluded

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND RESTRICTED REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 1999

Account Number	Account Title	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
1072-80100	General Hospital - Donations from Public	\$	\$ 526	\$ 526	\$	\$	\$
1080-80400	Asset Forfeiture	50,000	55,644	5,644	50,000	18,544	31,456
1102-80601	Indirect Cost Recovery - Central Management	1,417,034	1,471,840	54,806	1,417,034	1,471,840	(54,806)
1120-80400	Asset Forfeiture		31,456	31,456		31,456	(31,456)
1131-80100	Making The Grade - RWJ Foundation	353,536	113,236	(240,300)	353,536	113,236	240,300
1134-80100	Infant - Child Immunization	1,523,371	1,422,187	(101,184)	1,523,371	1,421,070	102,301
1134-80200	All Kids Count	211,169	128,353	(82,816)	211,169	89,886	121,283
1142-80400	Health Care Accessibility and Quality	120,625	143,596	22,971	120,625	138,373	(17,748)
1161-80200	All Kids Count - Est Immunization		950	950		950	(950)
1173-80200	Drinking Water Revolving Fund	454,714	213,655	(241,059)	454,714	213,324	241,390
1192-80100	School Health Plan		(739)	(739)		(739)	739
1193-80100	RI Research Fund - Breast and Cervical Cancer	50,000	9,647	(40,353)	50,000		50,000
1210-80101	Indirect Cost Recovery - Central Management	2,426,000	2,503,186	77,186	2,426,000	2,503,185	(77,185)
1235-80100	Veterans Home Collections		1,470,511	1,470,511		625,869	(625,869)
1235-80300	Veterans Home - Resident Benefits	5,000	1,828	(3,172)	5,000	1,828	3,172
1235-80600	Veterans Home Restricted Account	1,079,893		(1,079,893)	1,079,893		1,079,893
1236-80200	R.W.J. Grant	71,610	121,087	49,477	71,610	33,436	38,174
1237-80100	Vending Stand Proceeds	74,804	129,871	55,067	74,804	54,069	20,735
1246-80100	Health Indicators Dvlpmnt. Project	63,000		(63,000)	63,000		63,000
1256-80100	Food Stamp Bonus	385,405	385,404	(1)	385,405	385,400	5
1260-80100	Organ Transplant Fund	11,000	34,938	23,938	11,000	10,274	726
1260-80200	Medicaid Provider Participation		60,441	60,441		13,794	(13,794)
1370-80100	Custody of US Detainees	672,000	731,311	59,311	672,000	672,000	
1410-80112	Indirect Cost Recovery - Pgm. Support		17	17		17	(17)
1410-80114	Indirect Cost Recovery - Pgm. Support	46,520	46,308	(212)	46,520	46,308	212
1410-80121	Indirect Cost Recovery - Pgm. Support	875,478	890,019	14,541	875,478	618,934	256,544
1410-80541	Carnegie Foundation	146,166	172,052	25,886	146,166	107,574	38,592
1410-80553	Carnegie Foundation	130,000	250,000	120,000	130,000	77,307	52,693
1430-80100	NE Dairy Compact Rmbrsmnt. Pgm.	75,000		(75,000)	75,000		75,000
1430-81200	Project Communication Coordination	33,439	32,738	(701)	33,439	21,268	12,171
1440-80333	Education Partnership Fund	14	13	(1)	14	13	1
1440-84133	HRIC - Workplace Literacy	17,400	14,400	(3,000)	17,400	14,400	3,000
1440-84233	German Marshal Fund	17,927	17,927		17,927	4,289	13,638
1652-80000	Donley Rehabilitation Center and Second Injury Fund		13,234,091	13,234,091		29,999	(29,999)
1652-80100	Office of Director - Workers Comp.	302,207	522,264	220,057	302,207	272,193	30,014
1652-80200	Claims Monitoring and D P Unit	985,494	(36,713)	(1,022,207)	985,494	1,005,152	(19,658)
1652-80201	Claims Monitoring and D P Unit		(5,736)	(5,736)			
1652-80300	Donley Ctr. Oprtns. - Workers Comp.	3,089,530	(43,193)	(3,132,723)	3,089,530	3,169,449	(79,919)
1652-80400	Education Unit - Workers Comp.	399,440	(1,191)	(400,631)	399,440	384,625	14,815
1652-80500	Scnd. Injury Indemnity Fund Operations	4,295,908	854,721	(3,441,187)	4,295,908	3,419,150	876,758
1652-80600	Injured Workers Incentive Benefit	210,000	28,772	(181,228)	210,000	98,954	111,046
1652-81000	Self Insurance Operations	334,886	260,838	(74,048)	334,886	270,246	64,640
1652-81001	Self Insurance Operations		899	899			
1720-81000	Oil Spill Prvntn. Admin and Resp Fund	5,500,000	7,995,710	2,495,710	5,500,000	1,245,847	4,254,153
1721-80100	Boat Registration	436,488	1,037,358	600,870	436,488	394,970	41,518
1721-80300	Indirect Cost Recovery - Admin.	229,302	222,921	(6,381)	229,302	222,921	6,381
1721-80301	Indirect Cost Recovery - Administration	99,331	99,331		99,331	99,331	
1721-80302	Indirect Cost Recovery - Legal	64,540	64,540		64,540	64,540	
1721-80303	Indirect Cost Recovery - Human Res.	55,097	34,735	(20,362)	55,097	34,735	20,362
1725-80100	National Heritage Revolving Fund	250,000	345,035	95,035	250,000	53,000	197,000
1725-81600	Champlin Grt. for Goddard Horse Barn	75,000		(75,000)	75,000		75,000

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Account Number	Account Title	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
1730-80103	Indirect Cost Rcvry. - Pblc. Res. Mgt.	55,000	55,000		55,000	55,000	
1732-80100	Fishing License Receipts	352,880	379,137	26,257	352,880	370,197	(17,317)
1732-80200	Hunting License Receipts	286,210	348,549	62,339	286,210	236,450	49,760
1732-80300	Fishing and Hunting Receipts - Acquisition and Development	247,902	486,747	238,845	247,902	74,985	172,917
1732-80400	Shellfish and Marine License Receipts	487,516	916,304	428,788	487,516	563,882	(76,366)
1732-80600	Sale of Trout Conservation Stamp	113,205	330,308	217,103	113,205	106,492	6,713
1732-80601	Trout Stamp Fund	55,366	52,308	(3,058)	55,366	52,308	3,058
1732-80900	Migratory Waterfowl Stamp	98,724	118,070	19,346	98,724	38,795	59,929
1733-80200	State Forestry Fund	47,091	50,214	3,123	47,091	50,000	(2,909)
1735-80100	Boating Safety	493,512	466,166	(27,346)	493,512	466,166	27,346
1751-80900	State Revolving Fund Administration	240,775	172,233	(68,542)	240,775	172,233	68,542
1751-81300	Indirect Cost Rcvry. - Water Rsrcls.	349,508	300,300	(49,208)	349,508	300,300	49,208
1751-81600	Aquafund	49,828		(49,828)	49,828		49,828
1752-80800	Lead Poisoning Prevention	90,120	12,845	(77,275)	90,120	12,845	77,275
1753-80400	Sewage and Water Spprt. Failure Fund		16,463	16,463			
1754-80200	Environmental Response Fund	1,125,335	373,062	(752,273)	1,125,335	372,605	752,730
1754-80201	Environmental Response Fund	269,378		(269,378)	269,378		269,378
1754-80205	Davis Liquid Waste Wtr. Supply System	681,000		(681,000)	681,000		681,000
1754-80206	Davis Liquid Waste Site	200,000		(200,000)	200,000		200,000
1754-80207	Davis Wetlands Restoration	300,000		(300,000)	300,000		300,000
1754-80208	Davis - Brownfields	300,000		(300,000)	300,000		300,000
1754-80600	Water and Air Protection Program	439,993	631,248	191,255	439,993	619,265	(179,272)
1754-80601	Water and Air Protection - Water Res.		2,728	2,728			
1754-80602	Water and Air Protection	107,071		(107,071)	107,071		107,071
1754-80800	Emergency Response - North Cape/Scandia Oil	725,000	194,009	(530,991)	725,000	194,009	530,991
1758-80100	Underground Storage Tank Trust Fund Reimbursement		86,078	86,078			
1758-80300	Tire Reclamation Project	1,000,000	889,875	(110,125)	1,000,000	596,655	403,345
1759-80100	Underground Storage Tank Fees	226,173	244,732	18,559	226,173	232,176	(6,003)
1759-80200	Indirect Cost Rcvry. - Air and Hzrd.	300,000	65,745	(234,255)	300,000	65,745	234,255
1825-80900	Real Estate Appraiser - Rgstrtn. Fee	12,500	30,774	18,274	12,500	7,700	4,800
1825-81100	Real Estate Recovery	80,000	261,376	181,376	80,000	25	79,975
1830-80100	Assessment for Cost of Rate Filings	692,945	772,025	79,080	692,945	690,886	2,059
1830-80101	Assessment for Cost of Rate Filings		1,136	1,136		1,136	(1,136)
1830-80200	Ins. Companies Assmnt. Actuary	200,000	192,603	(7,397)	200,000	108,424	91,576
2024-80700	Local Match - Drug Grants		12,776	12,776		382	(382)
2024-83000	Juvenile Accountability Incentive Intrst		14,099	14,099			
2041-80100	Technical Assistance Projects	2,000	7,536	5,536	2,000	3,202	(1,202)
2061-80400	Art for Public Facilities Fund	27,230	27,230		27,230	27,230	
2061-80500	Arts Council Private Donations		37	37		(3)	3
2062-80100	Survey and Planning - Restricted Fund	4,208	17,491	13,283	4,208	6,304	(2,096)
2062-80300	Historic Preservation Easement Fund	20,259	297,464	277,205	20,259	8,534	11,725
2062-80500	Historic Preservation Revolving Fund	200,000	453,323	253,323	200,000	191,536	8,464
2062-80600	Historic Preservation Revolving Fund - I	82,972	104,552	21,580	82,972	104,552	(21,580)
2070-80100	Forfeited Prprty. Retained - State Pol.	192,292	272,356	80,064	192,292	180,012	12,280
2070-80200	Seized and Forfeited Property - Federal Distribution		151,000	151,000		151,000	(151,000)
2070-80400	Forfeited Property - Gambling	50,000	45,778	(4,222)	50,000	35,767	14,233
2070-80900	Cmprhnsv. Crime Cntrl Act - Fed. Reg.	2,894,951	3,008,241	113,290	2,894,951	1,139,406	1,755,545
2085-80100	E-911 Telephone System Division	2,887,925	3,374,105	486,180	2,887,925	2,851,594	36,331
2086-80100	Seized and Forfeited Property - Federal Distribution		3,612	3,612			

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND RESTRICTED REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL (*Continued*)

For the Fiscal Year Ended June 30, 1999

Account Number	Account Title	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
2088-80200	Indirect Cost Recovery	3,000	2,664	(336)	3,000	2,664	336
2111-80400	Historical Records Trust Fund	149,694	561,203	411,509	149,694	138,643	11,051
2211-80800	Consumer Protection/Education		38,269	38,269		298	(298)
2230-80100	Forfeiture of Property	149,726	175,508	25,782	149,726	175,508	(25,782)
2230-80500	Gambling Forfeitures	30,000	55,507	25,507	30,000	9,058	20,942
2230-80600	Federal Forfeitures	5,000	9	(4,991)	5,000		5,000
2230-81000	Housing Initiative		(39,006)	(39,006)		(39,006)	39,006
2250-80800	Hazardous Waste Litigation	3,500		(3,500)	3,500		3,500
2250-80900	Public Utilities	325,696	319,305	(6,391)	325,696	319,305	6,391
2250-81100	Consumer Education - NAAG	123,273	145,511	22,238	123,273	74,572	48,701
2250-81200	Attorney General	50,000	46,500	(3,500)	50,000	16,747	33,253
2310-80100	Forfeited Property Fund		6,575	6,575			
2310-80300	Violent Crimes Compensation	6,000,000	258,127	(5,741,873)	6,000,000	258,127	5,741,873
2310-81100	Childhood Disease Victims Fund	9,042	27,552	18,510	9,042	9,042	
2330-80300	RI Rfndng. Bond Auth. - Admin.		1,068	1,068			
2340-80400	Unclaimed Property Program	9,486,094	5,118,803	(4,367,291)	9,486,094	5,118,803	4,367,291
2410-80100	Proceeds from Lease/Sale of Property to RIPBA	487,608	487,608		487,608	487,608	
2410-80400	CBO - E911	56,725	56,754	29	56,725	56,754	(29)
2441-80500	MBDC - General Operating		643	643		643	(643)
2443-80100	Workers Comp. Fraud Prevention Unit	624,759	54,793	(569,966)	624,759	617,098	7,661
2450-80200	Depco Escrow Account	52,968,750	53,117,924	149,174	52,968,750	53,117,924	(149,174)
2450-80300	Tire Site Remediation - Port Authority		3,055	3,055		3,055	(3,055)
2450-80400	Indirect Cost Recovery - Child Support Enforcement	100,000	102,955	2,955	100,000	102,955	(2,955)
2457-80100	Vehicle Value Commission - Municipal	18,210	20,026	1,816	18,210	20,026	(1,816)
2460-80100	NE Rgnl. Indstrl. Tchnlgy. Collaborative		306	306			
2460-80400	Integrated Resource Plan	207,000	237,000	30,000	207,000	237,000	(30,000)
2460-80500	State Energy Office Exposition		837	837		837	(837)
2460-80700	Providence Gas Grant - CNG Vehicle	28,824		(28,824)	28,824		28,824
2460-80900	Eastern Utilities Gnt. - Elctc. Conserv	55,800	67,938	12,138	55,800	67,938	(12,138)
2460-81000	Narragansett Elctc. Gnt. - Elec.Cons.	158,100	97,180	(60,920)	158,100	97,180	60,920
2460-81410	Oil Overcharge Exxon Interest Earnings		710,408	710,408			
2460-83410	Stripper Well Oil Ovrchrg. Intrst. Earnings	1,300,175	1,497,470	197,295	1,300,175	50,000	1,250,175
2460-83510	Diamond Shamrock Ovrchrg. Int. Ergs.	51,862	54,570	2,708	51,862		51,862
2460-83610	Coline Gas and National Helium Corp. Oil Overcharge	59,187	66,132	6,945	59,187		59,187
2470-80100	Regional Library for Blind and Hndcpd.	4,500	5,079	579	4,500	365	4,135
2470-80200	Summer Reading Program	10,000	11,330	1,330	10,000	5,500	4,500
2472-80100	RI Urban and Comm. Forest Council		9,822	9,822		9,822	(9,822)
2480-80100	Restoration and Replace - Ins.Cvrge.	631,668	790,780	159,112	631,668	7,836	623,832
2480-80800	Convention Center	5,608,832	5,608,832		5,608,832	5,608,832	
2480-81000	RI Independent Insurance Grant		20,568	20,568		2,571	(2,571)
2626-80100	Audit of Federal Assistance Programs	599,999	1,266,156	666,157	599,999	758,670	(158,671)
2630-80100	Martin Luther King Commission - Grant and Scholarship		4,151	4,151			
2710-80400	RI Supreme Crt. Disciplinary Counsel	641,067	1,130,034	488,967	641,067	571,088	69,979
2710-80900	Victims Rights Information	50,000	51,352	1,352	50,000	50,000	
2729-80100	Indirect Cost Recovery - Family Court	209,823	145,620	(64,203)	209,823	145,620	64,203
2750-80100	General Operations	3,957,396	540,630	(3,416,766)	3,957,396	3,809,851	147,545
2750-80200	Retirement Benefits of Commissioners and Judges	302,453	8,953	(293,500)	302,453	262,893	39,560
2770-80100	Justice Link - State Match	871,025	871,025		871,025	871,025	

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Account Number	Account Title	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
2820-85511	URI Sponsored Research	107,876	102,215	(5,661)	107,876	102,215	5,661
2835-80300	Loans for Water Facilities		16,402	16,402			
2841-80300	Public Utilities Commission - General	2,977,092	2,929,729	(47,363)	2,977,092	2,410,968	566,124
2841-80400	Public Utilities Reserve Account	731,104	465,289	(265,815)	731,104	465,289	265,815
2841-80600	Energy Facility Siting Fund	125,000	18,986	(106,014)	125,000	18,986	106,014
2875-80300	Corp for Public Broadcast Grt		(312)	(312)		(312)	312
2899-80100	RI Foundation	11,741	11,741		11,741	8,148	3,593
3330-80100	Trainees Benefits - RI Training School	8,441		(8,441)	8,441		8,441
3340-80200	Social Security Income	1,267,421	1,945,203	677,782	1,267,421	1,768,686	(501,265)
4700-00000	Fund Balance - Statutory Minimum		20,210	20,210		20,210	(20,210)
		<u>\$ 133,194,660</u>	<u>\$ 129,573,408</u>	<u>\$ (3,621,252)</u>	<u>\$ 133,194,660</u>	<u>\$ 107,381,854</u>	<u>\$ 25,812,806</u>
Less: Actual Expenditures And Other Uses			(107,381,854)				
Restricted Revenue Appropriations Carried Forward to Fiscal Year 2000			<u>\$ 22,191,554</u>				

Concluded

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND OPERATING TRANSFERS IN, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 1999

Account Number	Account Title	Operating Transfers In and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
1032-90100	Delaware Asbestos	\$ 14,805	\$ 175,000	\$ 160,195	\$ 14,805	\$ 168,529	\$ (153,724)
1032-90200	Delaware Capital - Howard Center Utility	37,565	37,565		37,565	35,912	1,653
1032-90300	Delaware Project - Medical Center Rehab.	385,195	225,000	(160,195)	385,195	38,344	346,851
1080-90100	Delaware Asset Protection	100,000	100,000		100,000	45,572	54,428
1104-90100	Trauma Registry	100,000	96,116	(3,884)	100,000	96,116	3,884
1230-90200	Delaware - Forand Bldg. Roof and Skylight	125,000	125,000		125,000		125,000
1230-90300	Delaware - Forand Building Steam Chiller	125,000	125,000		125,000		125,000
1370-90100	Maximum Security Imprvmnts. - Delaware	271,044	271,044		271,044	261,112	9,932
1370-90200	Women's Unit Improvement - Delaware	92,070	92,070		92,070	15,000	77,070
1370-90300	Perimeter & Security Upgrades - Delaware	1,652,000	1,652,000		1,652,000	1,204,671	447,329
1370-90400	Delaware Fire Code Safety Improvements	100,000	100,000		100,000		100,000
1370-90500	Delaware High Security - Fire Alarm/HVAC	30,000	30,000		30,000		30,000
1430-90100	Greater RI Job Training Administration	11,843	10,252	(1,591)	11,843	10,252	1,591
1440-90100	Delaware Woonsocket Vocational HVAC	330,000	330,000		330,000	5,165	324,835
1440-90200	Chariho Vocational - Roof/Window	350,000	350,000		350,000	314,655	35,345
1440-90300	Hazardous Materials Storage/Dust	200,000	200,000		200,000	1,245	198,755
1710-90100	Delaware Capital Funds - Allendale Dam	50,000	50,000		50,000	8,320	41,680
1725-90100	R I Trails Program	20,000	20,639	639	20,000	20,639	(639)
1725-90400	Final Design Blackstone River Bike Fac.	924,212	878,846	(45,366)	924,212	878,846	45,366
1731-90900	Delaware Debt Service	9,901,802	9,901,802		9,901,802	9,901,802	
1731-91200	Delaware Funds - Misquamicut Beach	2,561,603	2,561,603		2,561,603	2,377,054	184,549
1731-91300	Delaware Recreational Fac. Improvements	200,000	200,000		200,000	76,286	123,714
1734-90900	Delaware Debt Service - Agriculture Land	1,224,235	1,224,235		1,224,235	1,224,235	
1736-90900	Delaware Debt Service - Coastal	791,131	791,131		791,131	791,131	
1736-91100	Delaware Funds - Galilee Piers	724,765	724,765		724,765	256,780	467,985
1736-91200	Delaware Funds - Pier Upgrades	319,573	319,573		319,573	319,573	
1736-91300	Delaware Funds - Galilee Piers	544,572	544,572		544,572	124,303	420,269
1751-90000	Delaware Debt Srvc. - Wastewater Trtmt.	6,091,124	6,091,124		6,091,124	6,091,124	
1751-90200	Delaware Debt Service - NBWQMDC	3,131,120	3,131,120		3,131,120	3,131,120	
1751-90400	Delaware Debt Srvc. - Clean Water Finance	804,297	804,297		804,297	804,297	
1751-90800	Delaware Debt Service - BVDC	67,735	67,735		67,735	67,735	
1759-90900	Delaware Debt Service - Hazardous Waste	1,855,195	1,855,195		1,855,195	1,855,195	
1760-90900	Delaware Funds - Dam Repair	287,454	287,454		287,454	263,199	24,255
2070-90100	Delaware - Barracks and Trng. Hdqtrts.	117,054	117,054		117,054	91,478	25,576
2070-90200	Delaware - Headquarters Repairs/Rnvt.	487,000	487,000		487,000	152,396	334,604
2070-90300	Delaware - Hdqtrts. Security Upgrades	154,000	154,000		154,000	102,471	51,529
2070-90400	Delaware - Parking Area Improvements	47,000	47,000		47,000	26,090	20,910
2070-90500	Traffic Enforcement	75,000	181,083	106,083	75,000	181,083	(106,083)
2070-90600	Lottery Commission Assistance	92,076	90,241	(1,835)	92,076	90,241	1,835
2070-90700	Road Cnstrctn. Detail Reimbursements	1,530,865	1,920,298	389,433	1,530,865	1,919,201	(388,336)
2086-90100	Rails To Trails - Military Staff	500,000	278,027	(221,973)	500,000	275,550	224,450
2089-90100	Delaware AMC - Roof and Masonry	166,134	166,134		166,134	166,134	
2089-90200	Sun Valley Armory - Window Rplcmnt. - Del.	33,122	33,122		33,122	33,122	
2089-90500	Delaware AMC - Windows and HVAC Sys.	95,000	95,000		95,000		95,000
2360-90100	Retirement - Administration	3,998,986	2,500,166	(1,498,820)	3,998,986	2,500,166	1,498,820
2360-90101	Retirement - Investment Operations	493,962	373,713	(120,249)	493,962	373,713	120,249
2456-90100	Auto Emissions Program - CMAQ	699,740	51,766	(647,974)	699,740	51,766	647,974
2456-90200	Motor Vehicle - Highway Safety Grant	25,000		(25,000)	25,000		25,000
2459-90000	Employer Tax - Unemployment Ins. Fund	1,265,203	1,172,683	(92,520)	1,265,203	1,172,683	92,520
2459-90100	Employer Tax - Job Development Fund	227,560	205,995	(21,565)	227,560	205,995	21,565
2459-90200	Employer Tax - Temp. Dis. Ins. Fund	622,193	563,231	(58,962)	622,193	563,231	58,962

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Account Number	Account Title	Operating Transfers In and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
2472-90100	FHWA Planning - Systems Planning	450,925	382,805	(68,120)	450,925	382,805	68,120
2472-90200	FHWA - T2 - Systems Planning	54,048	84,167	30,119	54,048	63,435	(9,387)
2480-90200	Debt Service Special Account		7,088,318	7,088,318		7,088,318	(7,088,318)
2480-90600	Delaware Debt Service - Handicap Access	222,536	222,536		222,536	222,536	
2480-90700	State House Skylights - Delaware	123,779	123,779		123,779	37,003	86,776
2480-90800	State House - Trrc. Walls/So. Stairs - Del.	2,135,425	2,135,425		2,135,425	1,426,886	708,539
2480-90900	Del. Capital - State House Roof Repair	46,788	46,788		46,788	34,019	12,769
2480-91000	Chapin Health Laboratory - Delaware	1,108,086	1,108,086		1,108,086	928,350	179,736
2480-91100	Cranston Street Armory - Delaware	278,869	278,869		278,869	71,249	207,620
2480-91200	Powers Building Garage Sealing - Delaware	368,000	368,000		368,000	366,825	1,175
2480-91300	Underground Storage Tank Remediation	1,700,000	1,700,000		1,700,000	1,263,497	436,503
2480-91400	Delaware Capital - Cannon Building	100,000	100,000		100,000	99,682	318
2480-91600	House & Senate Chambers Renovations	375,000	375,000		375,000	319,464	55,536
2480-91800	Ladd Center Capital	250,000	250,000		250,000	75,000	175,000
2480-92300	State Office Building - Delaware	285,000	285,000		285,000		285,000
2710-90200	Del. - Garrahy Judcl. Complex Renovation	277,020	277,020		277,020	281,576	(4,556)
2740-90100	Traffic Court Study	15,000	15,000		15,000	15,000	
2835-90100	Big River Management Area - Delaware	61,000	61,000		61,000	54,373	6,627
3260-90100	Almacs - Dislocated Workers		5,279	5,279		1,696	(1,696)
3260-90800	JTPA Title II	153,798	103,904	(49,894)	153,798	103,904	49,894
3260-91500	Gas Tax	4,500,000	4,818,695	318,695	4,500,000	4,259,246	240,754
3330-90100	Delaware - Youth Correctional Center	125,000	125,000		125,000	190,379	(65,379)
3330-90101	Delaware - Contracted Child Care Centers	125,000	125,000		125,000	12,950	112,050
3410-95000	Delaware Funds - Challenge Grants	44,777	44,777		44,777	16,763	28,014
3410-95100	Delaware Capital - Higher Education	827,699	827,699		827,699	344,269	483,430
		<u>\$ 57,680,985</u>	<u>62,761,798</u>	<u>\$ 5,080,813</u>	<u>\$ 57,680,985</u>	<u>\$ 55,952,757</u>	<u>\$ 1,728,228</u>
	Less: Actual Expenditures And Other Uses		<u>(55,952,757)</u>				
	Operating Transfers Carried Forward To Fiscal Year 2000		<u>\$ 6,809,041</u>				

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND FEDERAL REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL

For the Fiscal Year Ended June 30, 1999

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
MENTAL HEALTH, RETARDATION AND HOSPITALS							
16.727	Combating Underage Drinking	\$ 360,000	\$ 20,392	\$ (339,608)	\$ 360,000	\$ 20,392	\$ 339,608
34.002	Labor Management Cooperation	39,785	26,429	(13,356)	39,785	26,429	13,356
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	646,232	402,239	(243,993)	646,232	402,239	243,993
84.186	Safe and Drug-Free Schools and Communities-State Grants	518,814	465,689	(53,125)	518,814	465,689	53,125
93.125	Mental Health Planning and Demonstration Projects	75,000	38,675	(36,325)	75,000	38,675	36,325
93.144	Demonstration Grants for the Prevention of Alcohol and Drug Abuse Among High-Risk Populations	8,546		(8,546)	8,546		8,546
93.150	Projects for Assistance in Transition from Homelessness (PATH)	300,000	298,175	(1,825)	300,000	298,175	1,825
93.230	Consolidated Knowledge Development and Application Programs	90,000	77,474	(12,526)	90,000	77,474	12,526
93.242	Mental Health Research Grants	200,200	96,749	(103,451)	200,200	96,749	103,451
93.278	Drug Abuse National Research Service Awards for Research Training	85,040	(68,740)	(153,780)	85,040	(68,740)	153,780
93.778	Medical Assistance Program	165,738,432	158,003,391	(7,735,041)	165,738,432	158,003,391	7,735,041
93.958	Block Grants for Community Mental Health Services	1,225,470	965,348	(260,122)	1,225,470	965,348	260,122
93.959	Block Grants for Prevention and Treatment of Substance Abuse	5,074,542	6,013,031	938,489	5,074,542	6,013,031	(938,489)
	Other Expenditures of Federal Awards	200,200	92,209	(107,991)	200,200	92,209	107,991
HEALTH							
10.557	Special Supplemental Nutrition Program for Women, Infants, and Children	15,177,649	17,027,142	1,849,493	15,177,649	17,027,142	(1,849,493)
14.401	Fair Housing Assistance Program - State and Local	2,264,637	1,949,866	(314,771)	2,264,637	1,949,866	314,771
14.900	Lead-Based Paint Hazard Control in Privately-Owned Housing		(830)	(830)		(830)	830
16.560	Justice Research, Development, and Evaluation Project Grants	196,033	63,868	(132,165)	196,033	63,868	132,165
17.005	Compensation and Working Conditions Data	12,224	12,349	125	12,224	12,349	(125)
20.600	State and Community Highway Safety		(1,126)	(1,126)		(1,126)	1,126
66.001	Air Pollution Control Program Support	569,679	640,431	70,752	569,679	640,431	(70,752)
66.032	State Indoor Radon Grants	322,874	138,869	(184,005)	322,874	138,869	184,005
66.432	State Public Water System Supervision	492,239	420,358	(71,881)	492,239	420,358	71,881
66.600	Environmental Protection Consolidated Grants - Program Support	114,735	102,354	(12,381)	114,735	102,354	12,381
66.707	TSCA Title IV State Lead Grants - Certification of Lead-Based Paint Professionals	603,790	417,166	(186,624)	603,790	417,166	186,624
84.181	Special Education - Grants for Infants and Families with Disabilities	1,861,480	1,790,094	(71,386)	1,861,480	1,790,094	71,386
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)		(138,019)	(138,019)		(138,019)	138,019
93.110	Maternal and Child Health Federal Consolidated Programs	630,620	606,083	(24,537)	630,620	606,083	24,537
93.116	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	417,130	360,384	(56,746)	417,130	360,384	56,746
93.118	Acquired Immunodeficiency Syndrome (AIDS) Activity	384,176	366,828	(17,348)	384,176	366,828	17,348
93.127	Emergency Medical Services for Children	145,491	340,518	195,027	145,491	340,518	(195,027)
93.130	Primary Care Services - Resource Coordination and Development Primary Care Offices	233,475	171,591	(61,884)	233,475	171,591	61,884
93.136	Injury Prevention and Control Research and State and Community Based Programs	630,461	491,274	(139,187)	630,461	491,274	139,187
93.144	Demonstration Grants for the Prevention of Alcohol and Drug Abuse Among High-Risk Populations		8,546	8,546		8,546	(8,546)
93.161	Health Program for Toxic Substances and Disease Registry	122,706	94,207	(28,499)	122,706	94,207	28,499
93.165	Grants for State Loan Repayment	220,399	30,028	(190,371)	220,399	30,028	190,371
93.184	Disabilities Prevention	480,937	493,560	12,623	480,937	493,560	(12,623)
93.197	Childhood Lead Poisoning Prevention Projects - State and Community-Based Childhood Lead Poisoning Prevention and Surveillance of Blood Lead Levels in Children	884,658	977,159	92,501	884,658	977,159	(92,501)
93.217	Family Planning - Services	618,010	526,865	(91,145)	618,010	526,865	91,145

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
93.268	Immunization Grants	1,488,184	1,269,392	(218,792)	1,488,184	1,269,392	218,792
93.278	Drug Abuse National Research Service Awards for Research Training		99,183	99,183		99,183	(99,183)
93.283	Centers for Disease Control and Prevention - Investigations and Technical Assistance	605,646	518,614	(87,032)	605,646	518,614	87,032
93.394	Cancer Detection and Diagnosis Research	45,811	(13,710)	(59,521)	45,811	(13,710)	59,521
93.399	Cancer Control	1,065,371	918,320	(147,051)	1,065,371	918,320	147,051
93.563	Child Support Enforcement	87,539	109,233	21,694	87,539	109,233	(21,694)
93.575	Maternal and Child Health Federal Consolidated Programs	166,310	41,332	(124,978)	166,310	41,332	124,978
93.777	State Survey and Certification of Health Care Providers and Suppliers	2,071,557	1,870,655	(200,902)	2,071,557	1,870,655	200,902
93.778	Medical Assistance Program	2,033,969	1,493,062	(540,907)	2,033,969	1,493,062	540,907
93.913	Grants to States for Operation of Offices of Rural Health	52,106	41,821	(10,285)	52,106	41,821	10,285
93.917	HIV Care Formula Grants	1,857,735	1,666,322	(191,413)	1,857,735	1,666,322	191,413
93.919	Cooperative Agreements for State-Based Comprehensive Breast and Cervical Cancer Early Detection Programs	1,358,734	1,126,959	(231,775)	1,358,734	1,126,959	231,775
93.940	HIV Prevention Activities - Health Department Based	1,396,643	1,184,138	(212,505)	1,396,643	1,184,138	212,505
93.959	Block Grants for Prevention and Treatment of Substance Abuse		(1,281,750)	(1,281,750)		(1,281,750)	1,281,750
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	381,905	407,419	25,514	381,905	407,419	(25,514)
93.988	Cooperative Agreements for State-Based Diabetes Control Programs and Evaluation of Surveillance Systems	692,331	543,257	(149,074)	692,331	543,257	149,074
93.991	Preventive Health and Health Services Block Grant	920,483	891,377	(29,106)	920,483	891,377	29,106
93.994	Maternal and Child Health Services Block Grant to the States	2,498,922	2,169,791	(329,131)	2,498,922	2,169,791	329,131
	Other Expenditures of Federal Awards	679,281	545,624	(133,657)	679,281	545,624	133,657
HUMAN SERVICES							
10.551	Food Stamps	63,578,213	57,434,904	(6,143,309)	63,578,213	57,434,904	6,143,309
10.558	Child and Adult Care Food Program	715,028	9,941	(705,087)	715,028	9,941	705,087
10.561	State Administrative Matching Grants for Food Stamp Program	6,315,227	6,908,370	593,143	6,315,227	6,908,370	(593,143)
10.568	Emergency Food Assistance Program (Administrative Costs)	165,000	144,048	(20,952)	165,000	144,048	20,952
64.008	Veterans Domiciliary Care	3,878,727	3,702,707	(176,020)	3,878,727	3,702,707	176,020
64.203	State Cemetery Grants	366,293	349,184	(17,109)	366,293	349,184	17,109
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	8,078,679	7,223,108	(855,571)	8,078,679	7,223,108	855,571
84.129	Rehabilitation Long-Term Training	19,795	25,945	6,150	19,795	25,945	(6,150)
84.169	Independent Living - State Grants	307,333	280,732	(26,601)	307,333	280,732	26,601
84.177	Rehabilitation Services - Independent Living Services for Older Individuals Who Are Blind	228,354	196,792	(31,562)	228,354	196,792	31,562
84.187	Supported Employment Services for Individuals With Severe Disabilities	298,957	172,836	(126,121)	298,957	172,836	126,121
84.224	Assistive Technology	535,704	494,555	(41,149)	535,704	494,555	41,149
93.558	Temporary Assistance for Needy Families	85,113,845	81,701,516	(3,412,329)	85,113,845	81,701,516	3,412,329
93.560	Family Support Payments to States - Assistance Payments	363,531		(363,531)	363,531		363,531
93.566	Refugee and Entrant Assistance - State Administered Programs	359,608	87,530	(272,078)	359,608	87,530	272,078
93.569	Community Services Block Grant	3,274,220	2,430,705	(843,515)	3,274,220	2,430,705	843,515
93.575	Child Care and Development Block Grant	4,247,145	3,542,199	(704,946)	4,247,145	3,542,199	704,946
93.585	Empowerment Zones Program	1,260,000	789,696	(470,304)	1,260,000	789,696	470,304
93.596	Child Care Mandatory and Matching Funds of the Child Care and Development Fund	9,770,055	9,747,101	(22,954)	9,770,055	9,747,101	22,954
93.600	Head Start	150,000	82,742	(67,258)	150,000	82,742	67,258
93.647	Social Services Research and Demonstration	30,000	301	(29,699)	30,000	301	29,699
93.667	Social Services Block Grant	9,018,787	8,346,972	(671,815)	9,018,787	8,346,972	671,815
93.671	Family Violence Prevention and Services - Grants for Battered Women's Shelters - Grants to States and Indian Tribes	800,000	633,022	(166,978)	800,000	633,022	166,978
93.767	State Children's Insurance Program	1,946,680	2,321,094	374,414	1,946,680	2,321,094	(374,414)

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND FEDERAL REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL (Continued)

For the Fiscal Year Ended June 30, 1999

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
93.778	Medical Assistance Program	377,380,505	379,654,771	2,274,266	377,380,505	379,654,771	(2,274,266)
93.779	Health Care Financing Research, Demonstrations and Evaluations	60,000	40,849	(19,151)	60,000	40,849	19,151
96.001	Social Security - Disability Insurance	6,316,932	5,798,781	(518,151)	6,316,932	5,798,781	518,151
	Other Expenditures of Federal Awards		(65)	(65)		(65)	65
CORRECTIONS							
16.550	State Justice Statistics Program for Statistical Analysis Centers		(1,571)	(1,571)		(1,571)	1,571
16.575	Crime Victim Assistance	49,000	1,053	(47,947)	49,000	1,053	47,947
16.579	Byrne Formula Grant Program	1,132,571	613,378	(519,193)	1,132,571	613,378	519,193
16.586	Violent Offender Incarceration and Truth in Sentencing Incentive Grants	1,461,000	184,325	(1,276,675)	1,461,000	184,325	1,276,675
16.590	Grants to Encourage Arrest Policies	217,718	110,969	(106,749)	217,718	110,969	106,749
16.593	Residential Substance Abuse Treatment for State Prisoners	235,691	214,786	(20,905)	235,691	214,786	20,905
16.606	State Criminal Alien Assistance Program	2,196,830	2,190,330	(6,500)	2,196,830	2,190,330	6,500
84.002	Adult Education - State Grant Program	127,440	105,581	(21,859)	127,440	105,581	21,859
84.013	Title I Program for Neglected and Delinquent Children	222,143	63,911	(158,232)	222,143	63,911	158,232
84.027	Special Education - Grants to States		8,127	8,127		8,127	(8,127)
84.048	Vocational Education - Basic Grants to States	36,768		(36,768)	36,768		36,768
84.331	Grants to States for Incarcerated Youth Offenders	37,478		(37,478)	37,478		37,478
93.940	HIV Prevention Activities - Health Department Based	154,309	123,933	(30,376)	154,309	123,933	30,376
93.977	Preventive Health Services - Sexually Transmitted Diseases Control Grants	12,000	13,332	1,332	12,000	13,332	(1,332)
	Other Expenditures of Federal Awards		(297)	(297)		(297)	297
ELEMENTARY AND SECONDARY EDUCATION							
10.553	School Breakfast Program	2,670,809	2,429,897	(240,912)	2,670,809	2,429,897	240,912
10.555	National School Lunch Program	16,265,093	15,469,886	(795,207)	16,265,093	15,469,886	795,207
10.556	Special Milk Program for Children	141,054	124,378	(16,676)	141,054	124,378	16,676
10.558	Child and Adult Care Food Program	4,376,848	4,244,643	(132,205)	4,376,848	4,244,643	132,205
10.559	Summer Food Service Program for Children	1,284,926	1,363,671	78,745	1,284,926	1,363,671	(78,745)
10.560	State Administrative Expenses for Child Nutrition	448,678	385,876	(62,802)	448,678	385,876	62,802
10.564	Nutrition Education and Training Program	67,098	30,982	(36,116)	67,098	30,982	36,116
45.025	Promotion of The Arts - Partnership Agreements	9,070	2,398	(6,672)	9,070	2,398	6,672
47.076	Education and Human Resources	32,600	32,600		32,600	32,600	
66.708	Pollution Prevention Grants Program	190,000	141,032	(48,968)	190,000	141,032	48,968
84.002	Adult Education - State Grant Program	1,586,005	1,574,889	(11,116)	1,586,005	1,574,889	11,116
84.004	Civil Rights Training and Advisory Services		260	260		260	(260)
84.010	Title I Grants to Local Educational Agencies	25,132,052	26,987,093	1,855,041	25,132,052	26,987,093	(1,855,041)
84.011	Migrant Education - Basic State Grant Program		51,332	51,332		51,332	(51,332)
84.013	Title I Program for Neglected and Delinquent Children	3,676	6,700	3,024	3,676	6,700	(3,024)
84.027	Special Education - Grants to States	15,352,177	14,035,281	(1,316,896)	15,352,177	14,035,281	1,316,896
84.048	Vocational Education - Basic Grants to States	6,039,232	4,466,744	(1,572,488)	6,039,232	4,466,744	1,572,488
84.126	Rehabilitation Services - Vocational Rehabilitation Grants to States	421,342	373,853	(47,489)	421,342	373,853	47,489
84.158	Secondary Education and Transitional Services for Youth with Disabilities	805,029	568,811	(236,218)	805,029	568,811	236,218
84.162	Immigrant Education	1,634,472	1,065,686	(568,786)	1,634,472	1,065,686	568,786
84.173	Special Education - Preschool Grants	1,783,169	1,837,198	54,029	1,783,169	1,837,198	(54,029)
84.185	Byrd Honors Scholarships	160,000	156,661	(3,339)	160,000	156,661	3,339
84.186	Safe and Drug-Free Schools and Communities- State Grants	2,322,755	2,143,211	(179,544)	2,322,755	2,143,211	179,544
84.194	Bilingual Education Support Services	105,875	108,804	2,929	105,875	108,804	(2,929)
84.196	Education for Homeless Children and Youth	170,724	101,456	(69,268)	170,724	101,456	69,268
84.213	Even Start - State Educational Agencies	580,704	569,417	(11,287)	580,704	569,417	11,287
84.215	Fund for the Improvement of Education	37,235	37,235		37,235	37,235	
84.216	Capital Expenses	300,000	126,469	(173,531)	300,000	126,469	173,531
84.243	Tech-Prep Education	617,404	421,475	(195,929)	617,404	421,475	195,929
84.276	Goals 2000 - State and Local Education Systemic Improvement Grants	2,899,099	2,910,498	11,399	2,899,099	2,910,498	(11,399)
84.281	Eisenhower Professional Development State Grants	1,394,927	1,242,518	(152,409)	1,394,927	1,242,518	152,409
84.282	Charter Schools	789,474	597	(788,877)	789,474	597	788,877
84.298	Innovative Education Program Strategies	1,796,880	1,625,063	(171,817)	1,796,880	1,625,063	171,817

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
84.330	Advanced Placement Incentive Program	8,800	2,511	(6,289)	8,800	2,511	6,289
84.332	Comprehensive School Reform Demonstration (A)	488,006	20,832	(467,174)	488,006	20,832	467,174
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	180,000	190,000	10,000	180,000	190,000	(10,000)
93.239	Policy Research and Evaluation Grants	50,000	25,000	(25,000)	50,000	25,000	25,000
93.283	Centers for Disease Control and Prevention - Investigations and Technical Assistance	10,618		(10,618)	10,618		10,618
93.558	Temporary Assistance for Needy Families	1,075,750	491,271	(584,479)	1,075,750	491,271	584,479
93.938	Cooperative Agreements to Support Comprehensive School Health Programs to Help Prevent the Spread of HIV and Other Important Health Problems	714,701	626,835	(87,866)	714,701	626,835	87,866
93.994	Maternal and Child Health Services Block Grant to the States	110,000	96,296	(13,704)	110,000	96,296	13,704
94.004	Learn and Serve America - School and Community Based Programs	108,424	52,371	(56,053)	108,424	52,371	56,053
94.013	Volunteers in Service to America	379,862	247,430	(132,432)	379,862	247,430	132,432
	Other Expenditures of Federal Awards	3,804,996	2,414,125	(1,390,871)	3,804,996	2,414,125	1,390,871
LABOR AND TRAINING							
93.558	Temporary Assistance for Needy Families	2,387,971	1,095,162	(1,292,809)	2,387,971	1,095,162	1,292,809
ENVIRONMENTAL MANAGEMENT							
10.156	Federal-State Marketing Improvement Program	60,000	23,111	(36,889)	60,000	23,111	36,889
10.162	Inspection Grading and Standardization	40,000	38,423	(1,577)	40,000	38,423	1,577
10.664	Cooperative Forestry Assistance	1,320,247	993,272	(326,975)	1,320,247	993,272	326,975
11.307	Economic Adjustment Assistance	711,280	332,224	(379,056)	711,280	332,224	379,056
11.407	Interjurisdictional Fisheries Act of 1986	116,182	83,641	(32,541)	116,182	83,641	32,541
11.420	Coastal Zone Management Estuarine Research Reserves	790,000	507,988	(282,012)	790,000	507,988	282,012
11.452	Unallied Industry Projects	67,433		(67,433)	67,433		67,433
11.454	Unallied Management Projects	72,816	72,563	(253)	72,816	72,563	253
11.474	Atlantic Coastal Fisheries Cooperative Management Act (B)	223,290	134,618	(88,672)	223,290	134,618	88,672
12.113	State Memorandum of Agreement Program for the Reimbursement of Technical Services	139,975	167,877	27,902	139,975	167,877	(27,902)
15.605	Sport Fish Restoration	7,040,293	2,612,245	(4,428,048)	7,040,293	2,612,245	4,428,048
15.611	Wildlife Restoration	1,377,418	844,814	(532,604)	1,377,418	844,814	532,604
15.614	Coastal Wetlands Planning, Protection and Restoration Act	1,326,981	706,193	(620,788)	1,326,981	706,193	620,788
15.616	Clean Vessel Act	200,000	100,931	(99,069)	200,000	100,931	99,069
15.916	Outdoor Recreation - Acquisition, Development and Planning	550,000	4,006	(545,994)	550,000	4,006	545,994
20.005	Boating Safety Financial Assistance	482,829	451,758	(31,071)	482,829	451,758	31,071
20.205	Highway Planning and Construction	100,000	110,545	10,545	100,000	110,545	(10,545)
66.001	Air Pollution Control Program Support	1,419,427	731,566	(687,861)	1,419,427	731,566	687,861
66.419	Water Pollution Control - State and Interstate Program Support	913,360	1,253,024	339,664	913,360	1,253,024	(339,664)
66.433	State Underground Water Source Protection	41,358	12	(41,346)	41,358	12	41,346
66.456	National Estuary Program	574,673	234,574	(340,099)	574,673	234,574	340,099
66.460	Nonpoint Source Implementation Grants	1,331,868	523,537	(808,331)	1,331,868	523,537	808,331
66.461	Wetlands Protection - State Development Grants	116,106	40,515	(75,591)	116,106	40,515	75,591
66.463	National Pollutant Discharge Elimination System Related State Program Grants	711,072	235,805	(475,267)	711,072	235,805	475,267
66.467	Wastewater Operator Training Grant Program (Technical Assistance)	33,523	8,264	(25,259)	33,523	8,264	25,259
66.606	Surveys, Studies, Investigations and Special Purpose Grants	40,700	15,858	(24,842)	40,700	15,858	24,842
66.651	Sustainable Development Challenge Grants	40,000		(40,000)	40,000		40,000
66.700	Consolidated Pesticide Enforcement Cooperative Agreements	359,566	272,897	(86,669)	359,566	272,897	86,669
66.708	Pollution Prevention Grants Program	42,000	18,362	(23,638)	42,000	18,362	23,638
66.801	Hazardous Waste Management State Program Support	790,583	494,597	(295,986)	790,583	494,597	295,986

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND FEDERAL REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL (Continued)

For the Fiscal Year Ended June 30, 1999

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
66.802	Superfund State Site-Specific Cooperative Agreements	1,119,924	582,814	(537,110)	1,119,924	582,814	537,110
66.804	State Underground Storage Tanks Program		199,730	199,730		199,730	(199,730)
66.805	Leaking Underground Storage Tank Trust Fund Program	596,987	504,654	(92,333)	596,987	504,654	92,333
66.808	Solid Waste Management Assistance	101,200	22,083	(79,117)	101,200	22,083	79,117
66.810	CEPP Technical Assistance Grants Program (B)	149,456	36,070	(113,386)	149,456	36,070	113,386
	Other Expenditures of Federal Awards	62,813	10,193	(52,620)	62,813	10,193	52,620
OFFICE OF THE GOVERNOR							
93.600	Head Start	69,265	69,145	(120)	69,265	69,145	120
GOVERNOR'S JUSTICE COMMISSION							
16.523	Juvenile Accountability Incentive Block Grants		201,729	201,729		201,729	(201,729)
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	1,279,411	772,451	(506,960)	1,279,411	772,451	506,960
16.544	Gang-Free Schools and Communities - Community-Based Gang Intervention	264,200	38,027	(226,173)	264,200	38,027	226,173
16.550	State Justice Statistics Program for Statistical Analysis Centers	37,003	38,952	1,949	37,003	38,952	(1,949)
16.575	Crime Victim Assistance	693,241	635,123	(58,118)	693,241	635,123	58,118
16.579	Byrne Formula Grant Program	1,502,494	705,699	(796,795)	1,502,494	705,699	796,795
16.588	Violence Against Women Formula Grants	1,905,579	738,569	(1,167,010)	1,905,579	738,569	1,167,010
GOVERNOR'S COMMISSION ON DISABILITIES							
84.133	National Institute on Disability and Rehabilitation Research	18,268	11,770	(6,498)	18,268	11,770	6,498
RHODE ISLAND COMMISSION ON WOMEN							
	Other Expenditures of Federal Awards	1,283	791	(492)	1,283	791	492
DEVELOPMENTAL DISABILITIES COUNCIL							
93.630	Developmental Disabilities Basic Support and Advocacy Grants	450,795	337,163	(113,632)	450,795	337,163	113,632
COMMISSION ON THE DEAF AND HARD OF HEARING							
93.184	Disabilities Prevention	1,200	600	(600)	1,200	600	600
R.I. COUNCIL ON THE ARTS							
45.025	Promotion of The Arts - Partnership Agreements	458,215	439,404	(18,811)	458,215	439,404	18,811
45.026	Promotion of the Arts - Leadership Initiatives	33,500	25,000	(8,500)	33,500	25,000	8,500
84.243	Tech-Prep Education	25,000	27,453	2,453	25,000	27,453	(2,453)
	Other Expenditures of Federal Awards	13,765	13,805	40	13,765	13,805	(40)
HISTORICAL PRESERVATION AND HERITAGE COMMISSION							
15.904	Historic Preservation Fund Grants-In-Aid	526,765	497,897	(28,868)	526,765	497,897	28,868
15.925	National Maritime Heritage Grants	28,491	15,000	(13,491)	28,491	15,000	13,491
STATE POLICE							
16.001	Law Enforcement Assistance - Narcotics and Dangerous Drugs-Laboratory Analysis	45,000	28,487	(16,513)	45,000	28,487	16,513
16.579	Byrne Formula Grant Program	422,329	394,840	(27,489)	422,329	394,840	27,489
16.710	Public Safety Partnership and Community Policing Grants	92,813	92,982	169	92,813	92,982	(169)
20.217	Motor Carrier Safety	645,188	563,071	(82,117)	645,188	563,071	82,117
20.600	State and Community Highway Safety		(89,376)	(89,376)		(89,376)	89,376
MUNICIPAL POLICE TRAINING ACADEMY							
16.579	Byrne Formula Grant Program	99,540	10,361	(89,179)	99,540	10,361	89,179
FIRE SAFETY AND TRAINING ACADEMY							
16.579	Byrne Formula Grant Program	632		(632)	632		632
83.527	Emergency Management Institute - Training Assistance	5,000		(5,000)	5,000		5,000

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
83.534	Emergency Management - State and Local Assistance	50,271	10,888	(39,383)	50,271	10,888	39,383
83.547	First Responder Counter-Terrorism Training Assistance	40,000	4,813	(35,187)	40,000	4,813	35,187
93.777	State Survey and Certification of Health Care Providers and Suppliers	30,211	27,119	(3,092)	30,211	27,119	3,092
MILITARY STAFF							
83.011	Hazardous Materials Training Program for Implementation of the Superfund Amendment and Reauthorization Act (SARA) of 1986	47,500	21,291	(26,209)	47,500	21,291	26,209
83.105	Community Assistance Program - State Support Services Element (CAP-SSSE)	39,020	20,518	(18,502)	39,020	20,518	18,502
83.505	State Disaster Preparedness Grants	227,201	150,363	(76,838)	227,201	150,363	76,838
83.534	Emergency Management - State and Local Assistance	1,261,718	1,159,811	(101,907)	1,261,718	1,159,811	101,907
83.535	Mitigation Assistance	494,895	209,210	(285,685)	494,895	209,210	285,685
83.551	Project Impact-Building Disaster Resistant Communities	30,000	8,824	(21,176)	30,000	8,824	21,176
	Other Expenditures of Federal Awards	4,946,443	4,040,485	(905,958)	4,946,443	4,040,485	905,958
ATTORNEY GENERAL							
10.551	Food Stamps	131,895	910	(130,985)	131,895	910	130,985
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States		1,187	1,187		1,187	(1,187)
16.544	Gang-Free Schools and Communities - Community Based Gang Intervention	541,804	540,694	(1,110)	541,804	540,694	1,110
16.554	National Criminal History Improvement Program (NCHIP)	469,228	15,427	(453,801)	469,228	15,427	453,801
16.575	Crime Victim Assistance	40,176	25,466	(14,710)	40,176	25,466	14,710
16.579	Byrne Formula Grant Program	409,399	374,839	(34,560)	409,399	374,839	34,560
16.588	Violence Against Women Formula Grants	214,851	199,784	(15,067)	214,851	199,784	15,067
16.592	Local Law Enforcement Block Grants Program		2,535	2,535		2,535	(2,535)
66.707	TSCA Title IV State Lead Grants - Certification of Lead-Based Paint Professionals	93,635	70,420	(23,215)	93,635	70,420	23,215
93.560	Family Support Payments to States - Assistance Payments	68,959	(95)	(69,054)	68,959	(95)	69,054
93.643	Children's Justice Grants to States	10,000	10,000		10,000	10,000	
93.775	State Medicaid Fraud Control Units	659,877	643,243	(16,634)	659,877	643,243	16,634
TREASURY							
16.576	Crime Victim Compensation	448,118	448,000	(118)	448,118	448,000	118
ADMINISTRATION							
10.433	Rural Housing Preservation Grants	7,372	39,975	32,603	7,372	39,975	(32,603)
11.305	Economic Development - State and Local Economic Development Planning	109,704	88,793	(20,911)	109,704	88,793	20,911
14.227	Community Development Block Grants/Special Purpose Grants/Technical Assistance Program	6,975	6,975		6,975	6,975	
14.228	Community Development Block Grants/State's Program	6,462,288	5,143,825	(1,318,463)	6,462,288	5,143,825	1,318,463
14.231	Emergency Shelter Grants Program	330,000	497,698	167,698	330,000	497,698	(167,698)
14.235	Supportive Housing Program	37,381	34,881	(2,500)	37,381	34,881	2,500
16.579	Byrne Formula Grant Program	47,708	47,716	8	47,708	47,716	(8)
20.205	Highway Planning and Construction	810,000	552,481	(257,519)	810,000	552,481	257,519
20.217	Motor Carrier Safety	53,000	109,317	56,317	53,000	109,317	(56,317)
20.505	Federal Transit - Metropolitan Planning Grants	217,700	226,754	9,054	217,700	226,754	(9,054)
45.149	Promotion of The Humanities - Division of Preservation and Access		(28,072)	(28,072)		(28,072)	28,072
45.310	State Library Program	876,355	833,449	(42,906)	876,355	833,449	42,906
66.707	TSCA Title IV State Lead Grants - Certification of Lead-Based Paint Professionals	20,000	19,316	(684)	20,000	19,316	684
81.041	State Energy Program	1,032,266	785,988	(246,278)	1,032,266	785,988	246,278
81.042	Weatherization Assistance for Low-Income Persons	637,703	768,118	130,415	637,703	768,118	(130,415)
81.079	Regional Biomass Energy Programs	120,000	94,550	(25,450)	120,000	94,550	25,450
81.086	Conservation Research and Development	16,476	12,724	(3,752)	16,476	12,724	3,752

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL FUND FEDERAL REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL (Continued)

For the Fiscal Year Ended June 30, 1999

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
84.186	Safe and Drug-Free Schools and Communities- State Grants		3,001	3,001		3,001	(3,001)
93.563	Child Support Enforcement	6,782,549	7,997,889	1,215,340	6,782,549	7,997,889	(1,215,340)
93.568	Low-Income Home Energy Assistance	7,449,836	7,387,142	(62,694)	7,449,836	7,387,142	62,694
93.601	Child Support Enforcement Demonstrations and Special Projects (B)	149,820	111,362	(38,458)	149,820	111,362	38,458
	Other Expenditures of Federal Awards	574,057	103,988	(470,069)	574,057	103,988	470,069
JUDICIAL							
16.523	Juvenile Accountability Incentive Block Grants	75,065	20,163	(54,902)	75,065	20,163	54,902
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	8,050	6,900	(1,150)	8,050	6,900	1,150
16.579	Byrne Formula Grant Program	1,775,509	1,828,394	52,885	1,775,509	1,828,394	(52,885)
16.585	Drug Court Discretionary Grant Program	30,000	5,623	(24,377)	30,000	5,623	24,377
16.588	Violence Against Women Formula Grants	39,966	39,966		39,966	39,966	
20.600	State and Community Highway Safety		(1,960)	(1,960)		(1,960)	1,960
93.136	Injury Prevention and Control Research and State and Community Based Programs	24,808	20,109	(4,699)	24,808	20,109	4,699
93.563	Child Support Enforcement	1,294,618	1,008,824	(285,794)	1,294,618	1,008,824	285,794
93.586	State Court Improvement Program	121,173	52,415	(68,758)	121,173	52,415	68,758
93.597	Grants to States for Access and Visitation Programs	50,000	57,015	7,015	50,000	57,015	(7,015)
93.652	Adoption Opportunities	378,113	234,052	(144,061)	378,113	234,052	144,061
93.778	Medical Assistance Program	6,000	3,178	(2,822)	6,000	3,178	2,822
	Other Expenditures of Federal Awards	43,580	9,092	(34,488)	43,580	9,092	34,488
R.I. ATOMIC ENERGY COMMISSION							
81.049	Office of Science Financial Assistance Program	43,070	12,249	(30,821)	43,070	12,249	30,821
OFFICE OF THE PUBLIC DEFENDER							
16.523	Juvenile Accountability Incentive Block Grants	50,000	5,506	(44,494)	50,000	5,506	44,494
16.579	Byrne Formula Grant Program	387,803	335,837	(51,966)	387,803	335,837	51,966
93.586	State Court Improvement Program	62,578	58,702	(3,876)	62,578	58,702	3,876
COMMISSION FOR HUMAN RIGHTS							
14.401	Fair Housing Assistance Program - State and Local	110,477	113,630	3,153	110,477	113,630	(3,153)
14.408	Fair Housing Initiatives and Administrative Enforcement Initiative Program		776	776		776	(776)
30.002	Employment Discrimination - State and Local Fair Employment Practices Agency Contracts	60,000	39,680	(20,320)	60,000	39,680	20,320
PUBLIC UTILITIES COMMISSION							
20.700	Pipeline Safety	60,721	41,855	(18,866)	60,721	41,855	18,866
R.I. TELECOMMUNICATIONS AUTHORITY							
11.552	Telecommunications and Information Infrastructure Assistance Program		7,615	7,615		7,615	(7,615)
COASTAL RESOURCES							
11.419	Coastal Zone Management Administration Awards	888,876	869,828	(19,048)	888,876	869,828	19,048
CHILD ADVOCATE							
16.575	Crime Victim Assistance	23,000	26,375	3,375	23,000	26,375	(3,375)
84.027	Special Education - Grants to States	232,056	232,139	83	232,056	232,139	(83)
84.173	Special Education - Preschool Grants	39,489	39,350	(139)	39,489	39,350	139
93.778	Medical Assistance Program	42,600	10,078	(32,522)	42,600	10,078	32,522
ELDERLY AFFAIRS							
10.570	Nutrition Program for the Elderly (Commodities)	706,871	673,234	(33,637)	706,871	673,234	33,637
17.235	Senior Community Service Employment Program	466,633	418,084	(48,549)	466,633	418,084	48,549
17.246	Employment and Training Assistance - Dislocated Workers		(1,696)	(1,696)		(1,696)	1,696
17.250	Job Training Partnership Act		(59)	(59)		(59)	59
93.041	Special Programs for the Aging - Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	23,660	(21)	(23,681)	23,660	(21)	23,681

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

CFDA Number	Department/Program	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
93.042	Special Programs for the Aging - Title VII, Chapter 2 - Long-Term Care Ombudsman Services for Older Individuals	22,245	(21)	(22,266)	22,245	(21)	22,266
93.044	Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	1,999,385	2,181,060	181,675	1,999,385	2,181,060	(181,675)
93.045	Special Programs for the Aging - Title III, Part C - Nutrition Services	1,906,257	1,567,045	(339,212)	1,906,257	1,567,045	339,212
93.568	Low-Income Home Energy Assistance	60,018	70,010	9,992	60,018	70,010	(9,992)
93.667	Social Services Block Grant	255,152	255,337	185	255,152	255,337	(185)
93.778	Medical Assistance Program	1,254,185	1,183,988	(70,197)	1,254,185	1,183,988	70,197
93.779	Health Care Financing Research, Demonstrations and Evaluations	181,346	107,854	(73,492)	181,346	107,854	73,492
94.016	Senior Companion Program	269,211	247,552	(21,659)	269,211	247,552	21,659
CHILDREN, YOUTH AND FAMILIES							
16.523	Juvenile Accountability Incentive Block Grants	648,372	37,971	(610,401)	648,372	37,971	610,401
16.540	Juvenile Justice and Delinquency Prevention - Allocation to States	33,685		(33,685)	33,685		33,685
16.579	Byrne Formula Grant Program		1,553	1,553		1,553	(1,553)
84.004	Civil Rights Training and Advisory Services	22,701	41,900	19,199	22,701	41,900	(19,199)
84.010	Title I Grants to Local Educational Agencies	361,365	223,303	(138,062)	361,365	223,303	138,062
84.013	Title I Program for Neglected and Delinquent Children		77,614	77,614		77,614	(77,614)
84.027	Special Education - Grants to States	122,851	95,467	(27,384)	122,851	95,467	27,384
84.048	Vocational Education - Basic Grants to States		16,925	16,925		16,925	(16,925)
84.276	Goals 2000 - State and Local Education Systemic Improvement Grants	85,000	82,180	(2,820)	85,000	82,180	2,820
84.281	Eisenhower Professional Development State Grants	3,866	3,863	(3)	3,866	3,863	3
84.298	Innovative Education Program Strategies	44,454	4,241	(40,213)	44,454	4,241	40,213
93.104	Comprehensive Community Mental Health Services for Children with Serious Emotional Disturbances (SED)	3,172,607	3,479,362	306,755	3,172,607	3,479,362	(306,755)
93.125	Mental Health Planning and Demonstration Projects		45,587	45,587		45,587	(45,587)
93.556	Family Preservation and Support Services	751,606	755,100	3,494	751,606	755,100	(3,494)
93.558	Temporary Assistance for Needy Families	7,898,179	8,155,406	257,227	7,898,179	8,155,406	(257,227)
93.575	Child Care and Development Block Grant	229,246	209,141	(20,105)	229,246	209,141	20,105
93.643	Children's Justice Grants to States	74,169	82,319	8,150	74,169	82,319	(8,150)
93.645	Child Welfare Services - State Grants	1,105,379	830,209	(275,170)	1,105,379	830,209	275,170
93.658	Foster Care - Title IV-E	13,913,430	13,434,881	(478,549)	13,913,430	13,434,881	478,549
93.659	Adoption Assistance	4,286,912	4,142,580	(144,332)	4,286,912	4,142,580	144,332
93.669	Child Abuse and Neglect State Grants	148,698	113,993	(34,705)	148,698	113,993	34,705
93.674	Independent Living	261,416	391,339	129,923	261,416	391,339	(129,923)
93.778	Medical Assistance Program	36,830,759	34,469,014	(2,361,745)	36,830,759	34,469,014	2,361,745
93.958	Block Grants for Community Mental Health Services	90,581	90,000	(581)	90,581	90,000	581
	Other Expenditures of Federal Awards	125,457	209,070	83,613	125,457	209,070	(83,613)
OFFICE OF HIGHER EDUCATION							
64.124	All-Volunteer Force Educational Assistance	76,914	74,071	(2,843)	76,914	74,071	2,843
84.272	National Early Intervention Scholarship and Partnership	371,448	503,967	132,519	371,448	503,967	(132,519)
84.281	Eisenhower Professional Development State Grants	299,206	259,247	(39,959)	299,206	259,247	39,959
TOTAL		\$ 1,059,176,836	\$ 1,002,939,675	\$ (56,237,161)	\$ 1,059,176,836	\$ 1,002,939,675	\$ 56,237,161

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SPECIAL REVENUE FUNDS

Special revenue funds account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes and where a separate fund is mandated. The state uses the following special revenue funds.

Employment Insurance Funds

Federal Programs – accounts for the activity of federal grants related to job training.

Interest – accounts for all interest received from employers and refunds of interest erroneously collected. Funds may be used to pay interest owed on federal advances and maintain essential employment security positions.

Tardy – accounts for all penalties received from employers and refunds of penalties erroneously collected. Funds may be used to maintain essential employment security positions that would otherwise be diminished or eliminated by reductions in federal funding.

Job Development – accounts for the tax on employers' taxable payroll and expenditures for job training, counseling and assessment services, and other related activities and services.

R.I. Temporary Disability Insurance – accounts for the employee tax on wages that are levied to pay benefits to covered employees who are out of work for an extended period of time due to a non-job-related illness.

R.I. Underground Storage Tank Financial Responsibility – accounts for a designated portion of the gasoline tax to be used to facilitate the clean-up of leaking underground storage tanks or underground storage tanks systems, in order to protect the environment, including drinking water supplies and public health.

Intermodal Surface Transportation – accounts for the collection of the gasoline tax, federal grants, and bond proceeds that are used in maintenance, upgrading, and construction of the state's highway system.

Providence River Relocation Project – accounts for all revenues received and expenditures incurred related to the relocation of two rivers in the City of Providence and the extension of Memorial Boulevard.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

SPECIAL REVENUE FUNDS

June 30, 1999

Employment Insurance Funds

Assets	Federal Programs	Interest	Tardy	Job Development
Cash and cash equivalents	\$ 1,010	\$ 543,831	\$ 379,405	\$ 7,914,441 \$
Investments				
Receivables (net)		451,456	339,419	71,621
Due from other funds	620,591	76,554		49,080
Due from component units				
Due from other governments and agencies (net)	4,547,766			
Total assets	\$ 5,169,367	\$ 1,071,841	\$ 718,824	\$ 8,035,142 \$
Liabilities and Fund Balances				
Liabilities:				
Cash overdraft	\$ 718,939	\$ 97,188	\$	\$
Vouchers and accounts payable	1,396,443			1,288,729
Due to other funds	463,315	588	207,839	687,885
Due to component units				
Accrued liabilities	677,272			9,489
Deferred revenue	1,913,398			
Total liabilities	5,169,367	97,776	207,839	1,986,103
Fund balances:				
Reserved for encumbrances	554,563			
Reserved for employment insurance programs		974,065	510,985	6,049,039
Unreserved:				
Designated for subsequent year's expenditures:				
State gasoline tax and bond proceeds				
Departmental restricted revenue				
Undesignated	(554,563)			
Total fund balances		974,065	510,985	6,049,039
Total liabilities and fund balances	\$ 5,169,367	\$ 1,071,841	\$ 718,824	\$ 8,035,142 \$

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R. I. Temporary Disability Insurance	R.I. Underground Storage Tank Financial Responsibility	Intermodal Surface Transportation	Providence River Relocation Project	Total
24,125,539	\$ 2,873,873	\$ 9,509,365	\$ 458,777	\$ 45,806,241
27,869,113				27,869,113
967,639	1,118,389	12,548,383		15,496,907
420,309	330	294,638	182,532	1,644,034
		2,796,780		2,796,780
		26,538,313	778,342	31,864,421
<u>53,382,600</u>	<u>\$ 3,992,592</u>	<u>\$ 51,687,479</u>	<u>\$ 1,419,651</u>	<u>\$ 125,477,496</u>
2,280,723	\$	\$	\$	\$ 3,096,850
68,532	2,163,451	19,718,393	1,078,231	25,713,779
443,896	2,246	4,846,177	21,187	6,673,133
		499,499		499,499
72,918	5,889	1,324,006	10,882	2,100,456
		135,124	83,243	2,131,765
<u>2,866,069</u>	<u>2,171,586</u>	<u>26,523,199</u>	<u>1,193,543</u>	<u>40,215,482</u>
		183,583,840	547,621	184,686,024
50,516,531				58,050,620
		24,917,256		24,917,256
		247,024		247,024
	1,821,006	(183,583,840)	(321,513)	(182,638,910)
<u>50,516,531</u>	<u>1,821,006</u>	<u>25,164,280</u>	<u>226,108</u>	<u>85,262,014</u>
<u>53,382,600</u>	<u>\$ 3,992,592</u>	<u>\$ 51,687,479</u>	<u>\$ 1,419,651</u>	<u>\$ 125,477,496</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

SPECIAL REVENUE FUNDS

For the Fiscal Year Ended June 30, 1999

Employment Insurance Funds

	Federal Programs	Interest	Tardy	Job Development
Revenues:				
Taxes	\$	\$	\$	\$ 7,977,111
Fees				
Restricted revenue				
Federal grants	41,828,454			
Income from investments		22,363	26,194	343,510
Other revenues		488,194	1,068,443	3,725
Total revenues	41,828,454	510,557	1,094,637	8,324,346
Other financing sources:				
Operating transfers in	110,226			
Operating transfers from component unit				
Total revenues and other financing source	41,938,680	510,557	1,094,637	8,324,346
Expenditures:				
Current:				
General government	24,503,319	575,895	1,140,284	134,707
Human services	14,353,710			7,670,712
Environment				
Transportation				
Capital outlays	1,791,451			38,701
Intergovernmental				
Debt service:				
Principal				
Interest and other charges				
Total expenditures	40,648,480	575,895	1,140,284	7,844,120
Other financing uses:				
Operating transfers out	1,291,210			205,995
Operating transfers to component unit				
Total expenditures and other financing uses	41,939,690	575,895	1,140,284	8,050,115
Revenues and other financing sources over (under) expenditures and other financing use	(1,010)	(65,338)	(45,647)	274,231
Fund balances, July 1, 1998	1,010	1,039,403	556,632	5,774,808
Fund balances, June 30, 1999	\$	\$ 974,065	\$ 510,985	\$ 6,049,039

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R. I. Temporary Disability Insurance	R.I. Underground Storage Tank Financial Responsibility	Intermodal Surface Transportation	Providence River Relocation Project	Total
108,984,782	\$ 4,308,168	\$ 127,244,324	\$	\$ 244,206,217
		239,452		4,308,168
		166,670,601		239,452
2,955,306	153,626	750,558	32,585	208,499,055
315		1,391,481	469,097	4,284,142
				3,421,255
111,940,403	4,461,794	296,296,416	501,682	464,958,289
		29,625,000	1,024,433	30,759,659
		6,467,013		6,467,013
111,940,403	4,461,794	332,388,429	1,526,115	502,184,961
4,985,524				31,339,729
109,216,180				131,240,602
	6,834,332			6,834,332
		42,166,796	1,493,531	43,660,327
59,815		171,087,031		172,976,998
		79,131		79,131
		18,587,790		18,587,790
		19,620,978		19,620,978
114,261,519	6,834,332	251,541,726	1,493,531	424,339,887
563,231		30,242,524		32,302,960
		45,579,999		45,579,999
114,824,750	6,834,332	327,364,249	1,493,531	502,222,846
(2,884,347)	(2,372,538)	5,024,180	32,584	(37,885)
53,400,878	4,193,544	20,140,100	193,524	85,299,899
50,516,531	\$ 1,821,006	\$ 25,164,280	\$ 226,108	\$ 85,262,014

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL

BUDGETED SPECIAL REVENUE FUNDS

For the Fiscal Year Ended June 30, 1996

	Employment Insurance Funds					
	Federal Programs			Interest		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Taxes	\$	\$	\$	\$	\$	\$
Restricted revenue						
Federal grants	46,886,022	41,828,454	(5,057,568)			
Other revenues				774,905	510,557	(264,348)
Total revenues	46,886,022	41,828,454	(5,057,568)	774,905	510,557	(264,348)
Other financing sources:						
Operating transfers in		110,226	110,226			
Total revenues and other financing sources	46,886,022	41,938,680	(4,947,342)	774,905	510,557	(264,348)
Expenditures:						
Current:						
General government	24,010,064	24,503,319	(493,255)	774,905	575,895	199,010
Human services	21,610,755	14,353,710	7,257,045			
Transportation						
Capital outlays		1,791,451	(1,791,451)			
Intergovernmental						
Debt service:						
Principal						
Interest and other charges						
Total expenditures	45,620,819	40,648,480	4,972,339	774,905	575,895	199,010
Other financing uses:						
Operating transfers out	1,265,203	1,291,210	(26,007)			
Operating transfers to component units						
Total expenditures and other financing uses	46,886,022	41,939,690	4,946,332	774,905	575,895	199,010
Revenues and other financing sources over (under) expenditures and other financing uses		(1,010)	(1,010)		(65,338)	(65,338)
Fund balances, July 1, 1995		1,010	1,010		1,039,403	1,039,403
Fund balances, June 30, 1996	\$	\$	\$	\$	\$ 974,065	\$ 974,065

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Employment Insurance Funds					
Tardy			Job Development		
Budget	Actual	Variance	Budget	Actual	Variance
\$	\$	\$	\$ 8,293,736	\$ 7,977,111	\$ (316,625)
1,339,226	1,094,637	(244,589)		347,235	347,235
1,339,226	1,094,637	(244,589)	8,293,736	8,324,346	30,610
1,339,226	1,094,637	(244,589)	8,293,736	8,324,346	30,610
1,339,226	1,140,284	198,942	583,609	134,707	448,902
			7,482,567	7,670,712	(188,145)
				38,701	(38,701)
1,339,226	1,140,284	198,942	8,066,176	7,844,120	222,056
			227,560	205,995	21,565
1,339,226	1,140,284	198,942	8,293,736	8,050,115	243,621
	(45,647)	(45,647)		274,231	274,231
	556,632	556,632		5,774,808	5,774,808
\$	\$ 510,985	\$ 510,985	\$	\$ 6,049,039	\$ 6,049,039

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL (Continued)

BUDGETED SPECIAL REVENUE FUNDS

For the Fiscal Year Ended June 30, 1996

	R.I. Temporary Disability Fund			Intermodal Surface Transportation Fund		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Taxes	\$ 112,826,756	\$ 108,984,782	\$ (3,841,974)	\$ 126,000,000	\$ 127,244,324	\$ 1,244,324
Restricted revenue				180,000	239,452	59,452
Federal grants				213,822,863	166,670,601	(47,152,262)
Other revenues		2,955,621	2,955,621		2,142,039	2,142,039
Total revenues	112,826,756	111,940,403	(886,353)	340,002,863	296,296,416	(43,706,447)
Other financing sources:						
Operating transfers in				45,000,000	36,092,013	(8,907,987)
Total revenues and other financing sources	112,826,756	111,940,403	(886,353)	385,002,863	332,388,429	(52,614,434)
Expenditures:						
Current:						
General government	5,204,563	4,985,524	219,039			
Human services	107,000,000	109,216,180	(2,216,180)			
Transportation				67,635,767	42,166,796	25,468,971
Capital outlays		59,815	(59,815)	201,535,805	171,087,031	30,448,774
Intergovernmental					79,131	(79,131)
Debt service:						
Principal				18,587,790	18,587,790	
Interest and other charges				19,753,858	19,620,978	132,880
Total expenditures	112,204,563	114,261,519	(2,056,956)	307,513,220	251,541,726	55,971,494
Other financing uses:						
Operating transfers out	622,193	563,231	58,962	25,090,000	30,242,524	(5,152,524)
Operating transfers to component units				64,289,643	45,579,999	18,709,644
Total expenditures and other financing uses	112,826,756	114,824,750	(1,997,994)	396,892,863	327,364,249	69,528,614
Revenues and other financing sources over (under) expenditures and other financing uses		(2,884,347)	(2,884,347)	(11,890,000)	5,024,180	16,914,180
Fund balances, July 1, 1995		53,400,878	53,400,878	7,500,000	20,140,100	12,640,100
Fund balances, June 30, 1996	\$	\$ 50,516,531	\$ 50,516,531	\$ (4,390,000)	\$ 25,164,280	\$ 29,554,280

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Total Budgeted Special Revenue Funds

Budget	Actual	Variance
\$ 247,120,492	\$ 244,206,217	\$ (2,914,275)
180,000	239,452	59,452
260,708,885	208,499,055	(52,209,830)
2,114,131	7,050,089	4,935,958
510,123,508	459,994,813	(50,128,695)
45,000,000	36,202,239	(8,797,761)
555,123,508	496,197,052	(58,926,456)
31,912,367	31,339,729	572,638
136,093,322	131,240,602	4,852,720
67,635,767	42,166,796	25,468,971
201,535,805	172,976,998	28,558,807
	79,131	(79,131)
18,587,790	18,587,790	
19,753,858	19,620,978	132,880
475,518,909	416,012,024	59,506,885
27,204,956	32,302,960	(5,098,004)
64,289,643	45,579,999	18,709,644
567,013,508	493,894,983	73,118,525
(11,890,000)	2,302,069	14,192,069
7,500,000	80,912,831	73,412,831
\$ (4,390,000)	\$ 83,214,900	\$ 87,604,900

Concluded

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF FEDERAL REVENUES, EXPENDITURES, AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL BUDGETED SPECIAL REVENUE FUNDS

For the Fiscal Year Ended June 30, 1999

CFDA Number	FUND/PROGRAM	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
EMPLOYMENT INSURANCE FUND							
14.900	Lead-Based Paint Hazard Control in Privately-Owned Housing	\$ 92,620	\$ 90,884	\$ (1,736)	\$ 92,620	\$ 90,884	\$ 1,736
17.002	Labor Force Statistics	589,678	674,983	85,305	589,678	674,983	(85,305)
17.207	Employment Services	4,781,195	4,352,509	(428,686)	4,781,195	4,352,509	428,686
17.225	Unemployment Insurance	15,455,836	17,137,081	1,681,245	15,455,836	17,137,081	(1,681,245)
17.245	Trade Adjustment Assistance - Workers	5,135,400	5,602,367	466,967	5,135,400	5,602,367	(466,967)
17.246	Employment and Training Assistance - Dislocated Workers	5,075,863	4,379,429	(696,434)	5,075,863	4,379,429	696,434
17.249	Employment Services and Job Training - Pilot and Demonstration Programs		(18,074)	(18,074)		(18,074)	18,074
17.250	Job Training Partnership Act	7,052,520	5,837,998	(1,214,522)	7,052,520	5,837,998	1,214,522
17.253	Welfare - to - Work Grants to States and Localities	4,007,005	696,585	(3,310,420)	4,007,005	696,585	3,310,420
17.801	Disabled Veterans Outreach Program	680,499	763,472	82,973	680,499	763,472	(82,973)
NONE	JTPA School-to-Work Opportunities Program - State Implementations Grants	4,015,406	2,422,457	(1,592,949)	4,015,406	2,422,457	1,592,949
INTERMODAL SURFACE TRANSPORTATION FUND							
20.205	Highway Planning and Construction	156,535,805	142,696,918	(13,838,887)	156,535,805	142,696,918	13,838,887
20.308	Local Rail Freight Assistance	12,002,989	(66)	(12,003,055)	12,002,989	(66)	12,003,055
20.500	Federal Transit Capital Improvement Grants	36,000	(14,918)	(50,918)	36,000	(14,918)	50,918
20.507	Federal Transit Capital and Operating Formula Grants	42,200,000	21,704,906	(20,495,094)	42,200,000	21,704,906	20,495,094
20.509	Public Transportation for Nonurbanized Areas	850,000	613,656	(236,344)	850,000	613,656	236,344
20.513	Capital Assistance for Elderly Persons and Persons with Disabilities	400,000	539,761	139,761	400,000	539,761	(139,761)
20.600	State and Community Highway Safety	1,798,069	1,130,344	(667,725)	1,798,069	1,130,344	667,725

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**STATEMENT OF RESTRICTED REVENUES, EXPENDITURES, AND OTHER FINANCING
SOURCES AND USES - BUDGET AND ACTUAL
INTERMODAL SURFACE TRANSPORTATION FUND**

For the Fiscal Year Ended June 30, 1999

ACCOUNT NUMBER	ACCOUNT TITLE	Revenues and Other Financing Sources			Expenditures and Other Financing Uses		
		Budget	Actual	Variance	Budget	Actual	Variance
5312-80300	Vehicle Salvage	\$ 20,000	\$ 49,581	\$ 29,581	\$ 20,000	\$	\$ 20,000
5332-80300	Transit Vehicle Disposal Match		19,588	19,588		9,009	(9,009)
5332-80400	Sakonnet River Bridge Settlement	160,000	190,157	30,157	160,000	3,293	156,707
Various	Amtrak Projects		237,372	237,372		237,372	(237,372)
		<u>\$ 180,000</u>	<u>\$ 496,698</u>	<u>\$ 316,698</u>	<u>\$ 180,000</u>	<u>\$ 249,674</u>	<u>\$ (69,674)</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF STATE GASOLINE TAX REVENUE AND BOND PROCEEDS, EXPENDITURES AND OTHER FINANCING SOURCES AND USES - BUDGET AND ACTUAL

INTERMODAL SURFACE TRANSPORTATION FUND

For the Fiscal Year Ended June 30, 1999

	State Gasoline Tax Revenue		
	Budget	Actual	Variance
Revenues:			
Taxes	\$ 126,000,000	\$ 127,244,324	\$ 1,244,324
Other revenues			
Total revenues	126,000,000	127,244,324	1,244,324
Other financing sources:			
Operating transfers in			
Operating transfers from component units		6,467,013	6,467,013
Total revenues and other financing sources	126,000,000	133,711,337	7,711,337
Expenditures:			
Transportation	52,708,709	53,354,833	(646,124)
Debt service:			
Principal	18,587,790	18,587,790	
Interest and other charges	19,753,858	19,620,978	132,880
Total expenditures	91,050,357	91,563,601	(513,244)
Other financing uses:			
Operating transfers out	24,750,000	24,586,060	163,940
Operating transfers to component units	22,089,643	22,516,024	(426,381)
Total expenditures and other financing uses	137,890,000	138,665,685	(775,685)
Revenues and other financing sources over (under) expenditures and other financing uses	(11,890,000)	(4,954,348)	6,935,652
Fund balance, July 1, 1998	7,500,000	10,901,524	3,401,524
Fund balance, June 30, 1999	\$ (4,390,000)	\$ 5,947,176	\$ 10,337,176

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Bond Proceeds			Total		
Budget	Actual	Variance	Budget	Actual	Variance
\$	\$	\$	\$ 126,000,000	\$ 127,244,324	\$ 1,244,324
	2,142,039	2,142,039		2,142,039	2,142,039
	2,142,039	2,142,039	126,000,000	129,386,363	3,386,363
45,000,000	29,625,000	(15,375,000)	45,000,000	29,625,000	(15,375,000)
				6,467,013	6,467,013
45,000,000	31,767,039	(13,232,961)	171,000,000	165,478,376	(5,521,624)
45,000,000	20,307,281	24,692,719	97,708,709	73,662,114	24,046,595
			18,587,790	18,587,790	
			19,753,858	19,620,978	132,880
45,000,000	20,307,281	24,692,719	136,050,357	111,870,882	24,179,475
	1,072,539	(1,072,539)	24,750,000	25,658,599	(908,599)
	398,408	(398,408)	22,089,643	22,914,432	(824,789)
45,000,000	21,778,228	23,221,772	182,890,000	160,443,913	22,446,087
	9,988,811	9,988,811	(11,890,000)	5,034,463	16,924,463
	8,981,269	8,981,269	7,500,000	19,882,793	12,382,793
\$	\$ 18,970,080	\$ 18,970,080	\$ (4,390,000)	\$ 24,917,256	\$ 29,307,256

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DEBT SERVICE FUND

Debt service funds account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.

The state's debt service fund is funded by annual appropriations that approximate the annual interest savings from debt refundings. The funds are used to advance refund high interest debt.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

BALANCE SHEET

DEBT SERVICE FUND

June 30, 1999

Assets

Due from other funds	\$ 4,000,000
Total assets	<u>\$ 4,000,000</u>

Liabilities and Fund Balance

Liabilities:

\$
<u> </u>
<u> </u>

Fund balance:

Reserved for debt	<u>4,000,000</u>
Total fund balance	<u>4,000,000</u>
Total liabilities and fund balance	<u>\$ 4,000,000</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE

DEBT SERVICE FUND

For the Fiscal Year Ended June 30, 1999

Other financing sources:

Operating transfers in	\$ 4,000,000
Total other financing sources	<u>4,000,000</u>
Expenditures	<u> </u>
Total expenditures	<u> </u>
Other financing sources over expenditures	4,000,000
Fund balance, July 1, 1998	<u> </u>
Fund balance, June 30, 1999	<u><u>\$ 4,000,000</u></u>

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CAPITAL PROJECTS FUNDS

Capital project funds account for resources obtained and used for the acquisition, construction or improvement of capital facilities not reported in other governmental or proprietary funds. The state uses the following capital project funds.

R.I. Clean Water Act Environmental Trust – accounts for the proceeds of certain bond issuances of which the proceeds are restricted to providing grants and loans to local governmental entities and the required state share or related expenses for the Narragansett Bay study.

Bond Capital – accounts for the proceeds of all other bond issuances and the related capital expenditures.

R.I. Refunding Bond Authority – accounts for the loan issued to the state to provide funds used to retire certain general obligation bonds and accounts for revenue bonds issued by the R.I. Public Buildings Authority (RIPBA), a blended component unit that was abolished by the state in fiscal 1998. The revenue bonds issued by RIPBA were used to provide funding for the acquisition, construction or improvement of public facilities and equipment.

Certificates of Participation – accounts for the proceeds of the sale of certificates of participation which provide funding for the acquisition, construction or improvement of public facilities and equipment.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

CAPITAL PROJECTS FUNDS

June 30, 1999

Assets	R.I. Clean Water Act Environmental Trust Fund	Bond Capital Fund	R.I. Refunding Bond Authority	Certificates of Participation	Total
Cash and cash equivalents	\$ 2,173,653	\$ 83,793,866	\$ 969,449	\$	\$ 86,936,968
Funds on deposit with fiscal agent				22,771,091	22,771,091
Investments			15,846,049		15,846,049
Receivables			23,863		23,863
Due from other funds	1,792,592	129,712			1,922,304
Due from federal government		3,803,089			3,803,089
Other assets			3,482,745		3,482,745
Total assets	\$ 3,966,245	\$ 87,726,667	\$ 20,322,106	\$ 22,771,091	\$ 134,786,109
Liabilities and Fund Balances					
Liabilities:					
Vouchers and accounts payable	\$ 48,425	\$ 1,537,614	\$	\$ 3,615,850	\$ 5,201,889
Due to other funds	18,190	1,233,026			1,251,216
Due to component units		5,170,167			5,170,167
Loan from other funds		3,437,192		51,570	3,488,762
Other liabilities			4,462,330		4,462,330
Total liabilities	66,615	11,377,999	4,462,330	3,667,420	19,574,364
Fund balances:					
Reserved for encumbrances	725	6,176,634		16,333,095	22,510,454
Reserved for debt			15,884,904	2,770,576	18,655,480
Reserved for self-insurance			100,000		100,000
Unreserved:					
Designated for capital projects	3,898,905	70,172,034			74,070,939
Undesignated			(125,128)		(125,128)
Total fund balances	3,899,630	76,348,668	15,859,776	19,103,671	115,211,745
Total liabilities and fund balances	\$ 3,966,245	\$ 87,726,667	\$ 20,322,106	\$ 22,771,091	\$ 134,786,109

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES CAPITAL PROJECTS FUNDS

For the Fiscal Year Ended June 30, 1999

	R.I. Clean Water Act Environmental Trust Fund	Bond Capital Fund	R.I. Refunding Bond Authority	Certificates of Participation	Total
Revenues:					
Charges for services	\$	\$	\$ 8,586,261	\$	\$ 8,586,261
Federal grants		3,993,977			3,993,977
Income from investments	297,651	5,801,943	1,347,416	1,653,843	9,100,853
Net increase (decrease) in the fair value of investments			(337,238)		(337,238)
Total revenues	297,651	9,795,920	9,596,439	1,653,843	21,343,853
Other financing sources:					
Bonds and notes issued	2,805,000	144,065,000			146,870,000
Premium and accrued interest	6,029	5,192,995			5,199,024
Operating transfers in		39,404,537			39,404,537
Total revenues and other financing sources	3,108,680	198,458,452	9,596,439	1,653,843	212,817,414
Expenditures:					
Current:					
General government		1,634,046	346,492		1,980,538
Human services		4,382,008			4,382,008
Education		4,750,048			4,750,048
Environment	383,840	2,621,014			3,004,854
Transportation		96,804			96,804
Capital outlays				14,348,337	14,348,337
Intergovernmental	296,626	3,140,222			3,436,848
Grants		33			33
Debt service:					
Interest and other charges	6,633	1,022,936	10,192,120	1,346,494	12,568,183
Total expenditures	687,099	17,647,111	10,538,612	15,694,831	44,567,653
Other financing uses:					
Payment to refunded bonds escrow agent		84,763,219			84,763,219
Operating transfers out		73,065,633			73,065,633
Operating transfers to component units	3,396,809	33,351,845			36,748,654
Total expenditures and other financing uses	4,083,908	208,827,808	10,538,612	15,694,831	239,145,159
Revenues and other financing sources over (under) expenditures and other financing uses	(975,228)	(10,369,356)	(942,173)	(14,040,988)	(26,327,745)
Fund balances, July 1, 1998	4,874,858	86,718,024	16,801,949	33,144,659	141,539,490
Fund balances, June 30, 1999	\$ 3,899,630	\$ 76,348,668	\$ 15,859,776	\$ 19,103,671	\$ 115,211,745

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ENTERPRISE FUND

Enterprise funds account for operations where management has decided that periodic determination of revenues earned, expenses incurred (including depreciation), and/or net income is appropriate for capital maintenance, public policy, management control, accountability, or other purposes.

State Lottery Fund

The State Lottery Fund operates lottery games for the purpose of generating resources for the state's General Fund.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

BALANCE SHEET

ENTERPRISE FUND

June 30, 1999

Assets	State Lottery
Cash and cash equivalents	\$ 12,838,841
Investments	4,158,875
Receivables (net)	10,697,388
Due from other funds	236
Inventories	570,436
Fixed assets (net)	600,219
Other assets	844,703
Total assets	<u>\$ 29,710,698</u>

Liabilities and Fund Equity

Liabilities:

Vouchers and accounts payable	\$ 5,511,566
Due to other funds	12,384,638
Accrued liabilities	248,397
Deferred revenue	896,897
Obligation for unpaid prize awards	10,418,462
Total liabilities	<u>29,459,960</u>

Fund equity:

Retained earnings:	
Unreserved	250,738
Total fund equity	<u>250,738</u>
Total liabilities and fund equity	<u>\$ 29,710,698</u>

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY

ENTERPRISE FUND

For the Fiscal Year Ended June 30, 1999

	<u>State Lottery</u>
Operating revenues:	
Charges for services	\$ 741,169,719
Total operating revenues	<u>741,169,719</u>
Operating expenses:	
Personal services	2,792,014
Supplies, materials, and services	104,381,819
Prize awards	501,223,722
Depreciation	191,481
Total operating expenses	<u>608,589,036</u>
Operating income	<u>132,580,683</u>
Nonoperating revenues:	
Income from investments	528,425
Other nonoperating revenue	384,285
Total nonoperating revenues	<u>912,710</u>
Income before transfers	133,493,393
Operating transfers out	<u>(133,565,288)</u>
Net loss	(71,895)
Fund equity, July 1, 1998	<u>322,633</u>
Fund equity, June 30, 1999	<u><u>\$ 250,738</u></u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF CASH FLOWS

ENTERPRISE FUND

For the Fiscal Year Ended June 30, 1999

	State Lottery
Cash flows from operating activities:	
Cash received from customers	\$ 758,279,200
Cash payments to suppliers for goods and service	(2,872,528)
Cash payments to employees for service:	(2,764,756)
Other operating revenue	168,435
Other operating expense:	#####
Net cash provided by operating activities:	129,548,854
Cash flows from noncapital financing activities	
Operating transfers out	#####
Net cash used for noncapital financing activities	#####
Cash flows from capital and related financing activities	
Acquisition of capital assets:	(173,009)
Net cash used for capital and related financing activities	(173,009)
Cash flows from investing activities	
Proceeds from sale and maturity of investment:	1,809,122
Interest on investments:	528,425
Net cash provided by investing activities	2,337,547
Net increase in cash and cash equivalent	9,360,884
Cash and cash equivalents, July 1, 1998	3,477,957
Cash and cash equivalents, June 30, 1999	\$ 12,838,841
Reconciliation of operating income to net cash provided by operating activities	
Operating income	\$ 132,580,683
Adjustments to reconcile operating income to net cash provided by operating activities	
Depreciation and amortization	191,481
Interest on investments and other income	(2,080,364)
(Increase) decrease in assets	
Receivables	(3,674,955)
Inventories	142,477
Other assets	1,786,802
Increase (decrease) in liabilities	
Accounts payable and accrued expense	(34,493)
Deferred revenue	170,305
Other liabilities	466,918
Total adjustments	(3,031,829)
Net cash provided by operating activities:	\$ 129,548,854
Noncash investing, capital, and financing activities	
Accretion of interest on investment for jackpot award:	\$ 385,231
Increase in funds on deposit and deferred revenue	271,242
Total noncash transactions:	\$ 656,473

INTERNAL SERVICE FUNDS

specified goods and services, on a centralized basis, for other departments and agencies.

Workers' Compensation – accounts for the revenues received and expenses incurred while providing workers' compensation to state employees injured on the job.

Central Utilities – processes all electric bills for the state and charges the expending department/agency.

Energy Revolving – accounts for revenues to be used to implement and encourage energy efficiency and cost reduction measures in state facilities or alternate fuel vehicles.

Central Services – provides for the delivery of mail services, processes all telephone bills, and is the hub of the state's data processing activity.

Special Facilities – maintains an inventory of prescription drugs for use at state institutions and provides laundry service to same.

Automotive Maintenance – approves work orders, pays the corresponding bills for the state fleet and bills the user department/agency.

Central Warehouse – provides a low-cost centralized distribution center for food for state institutions and local public school districts.

Correctional Industries – in addition to its main purpose of providing job training for inmates through prison industries, it accounts for federal surplus property.

Record Center – provides a centralized location for the archival of state documents.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

INTERNAL SERVICE FUNDS

June 30, 1999

Assets	Workers' Compensation	Central Utilities	Energy Revolving	Central Services
Cash and cash equivalents	\$	\$ 518,046	\$ 330,238	\$ 386,435
Accounts receivable	12,230	1,018,840	1,000	
Loans receivable			10,001	
Due from other funds	905,922	828,744		1,722,932
Inventories				116,488
Fixed assets (net)	42,230	2,086		3,391,206
Total assets	\$ 960,382	\$ 2,367,716	\$ 341,239	\$ 5,617,061
Liabilities and Fund Equity				
Liabilities:				
Cash overdraft	\$ 33,109	\$	\$	\$
Vouchers and accounts payable	31,297	1,774,696		305,643
Due to other funds	30,740	51		226,673
Accrued liabilities	293,745	27,518		1,191,269
Loans from the general fund	650,000	400,000		1,889,268
Obligations under capital leases				650,361
Total liabilities	1,038,891	2,202,265		4,263,214
Fund equity:				
Retained earnings (deficit):				
Reserved for capital expansion				
Unreserved	(78,509)	165,451	341,239	1,353,847
Total fund equity (deficit)	(78,509)	165,451	341,239	1,353,847
Total liabilities and fund equity	\$ 960,382	\$ 2,367,716	\$ 341,239	\$ 5,617,061

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Special Facilities	Automotive Maintenance	Central Warehouse	Correctional Industries	Records Center	Total
\$ 931,780	\$ 318,371 13,654	\$ 50,599 53,645	\$ 127,975 412,596	\$ 2,203 54,882	\$ 2,665,647 1,566,847 10,001
1,032,564	372,007	136,725	2,083,796	79,261	7,161,951
832,722	112,607	668,686	743,878		2,474,381
	2,086	2,726,826	326,312		6,490,746
<u>\$ 2,797,066</u>	<u>\$ 818,725</u>	<u>\$ 3,636,481</u>	<u>\$ 3,694,557</u>	<u>\$ 136,346</u>	<u>\$ 20,369,573</u>
\$	\$	\$	\$	\$	\$ 33,109
1,116,881	179,580	61,659	1,413,181	39,622	4,922,559
860,239	12,018	6,632	18,230	447	1,155,030
101,022	68,836	156,676	114,933	22,084	1,976,083
		570,000	750,000		4,259,268
		1,632,000	47,752		2,330,113
<u>2,078,142</u>	<u>260,434</u>	<u>2,426,967</u>	<u>2,344,096</u>	<u>62,153</u>	<u>14,676,162</u>
718,924	558,291	1,209,514	896,200 454,261	74,193	896,200 4,797,211
<u>718,924</u>	<u>558,291</u>	<u>1,209,514</u>	<u>1,350,461</u>	<u>74,193</u>	<u>5,693,411</u>
<u>\$ 2,797,066</u>	<u>\$ 818,725</u>	<u>\$ 3,636,481</u>	<u>\$ 3,694,557</u>	<u>\$ 136,346</u>	<u>\$ 20,369,573</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY

INTERNAL SERVICE FUNDS

For the Fiscal Year Ended June 30, 1999

	Workers' Compensation	Central Utilities	Energy Revolving	Central Services
Operating revenues:				
Charges for services	\$ 16,404,313	\$ 12,239,921	\$	\$ 16,733,742
Total operating revenues	16,404,313	12,239,921		16,733,742
Operating expenses:				
Personal services	1,513,755	212,015		6,386,476
Supplies, materials, and services	14,866,938	11,840,874		9,409,043
Depreciation	4,692	232		435,775
Total operating expenses	16,385,385	12,053,121		16,231,294
Operating income (loss)	18,928	186,800		502,448
Nonoperating revenues (expenses):				
Interest revenue				
Interest expense				
Income (loss) before transfers	18,928	186,800		502,448
Operating transfers in				
Net income (loss)	18,928	186,800		502,448
Fund equity (deficit), July 1, 1998, as restated	(97,437)	(21,349)	341,239	851,399
Fund equity (deficit), June 30, 1999	\$ (78,509)	\$ 165,451	\$ 341,239	\$ 1,353,847

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Special Facilities	Automotive Maintenance	Central Warehouse	Correctional Industries	Records Center	Total
\$ 8,630,716	\$ 9,644,940	\$ 6,548,092	\$ 6,026,399	\$ 647,617	\$ 76,875,740
8,630,716	9,644,940	6,548,092	6,026,399	647,617	76,875,740
972,537	417,289	937,467	1,119,267	121,380	11,680,186
7,936,385	8,709,568	5,597,857	4,131,824	546,158	63,038,647
	232	152,605	61,362		654,898
8,908,922	9,127,089	6,687,929	5,312,453	667,538	75,373,731
(278,206)	517,851	(139,837)	713,946	(19,921)	1,502,009
	8,115				8,115
		(95,465)	(4,018)		(99,483)
(278,206)	525,966	(235,302)	709,928	(19,921)	1,410,641
		330,465			330,465
(278,206)	525,966	95,163	709,928	(19,921)	1,741,106
997,130	32,325	1,114,351	640,533	94,114	3,952,305
\$ 718,924	\$ 558,291	\$ 1,209,514	\$ 1,350,461	\$ 74,193	\$ 5,693,411

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CASH FLOWS

INTERNAL SERVICE FUNDS

For the Fiscal Year Ended June 30, 1999

	Workers' Compensation	Central Utilities	Energy Revolving
Cash flows from operating activities:			
Cash received from customers	\$ 15,489,835	\$ 11,155,451	\$ 3,700
Cash payments to suppliers for goods and services	(14,827,725)	(11,424,522)	
Cash payments to employees for services	(1,497,771)	(207,080)	
Other operating revenue	11,415	10,866	37,001
Net cash provided by (used for) operating activities	(824,246)	(465,285)	40,701
Cash flows from noncapital financing activities:			
Loans from the general fund			
Repayment of loans to the general fund			
Residual equity transfers in			
Residual equity transfers out		(340,524)	
Negative cash balance implicitly financed	33,109		
Net cash provided by (used for) noncapital financing activities	33,109	(340,524)	
Cash flows from capital and related financing activities:			
Principal paid on capital lease obligations			
Interest paid on capital lease obligations			
Acquisition of capital assets	(46,922)	(2,318)	
Debt service subsidy			
Net cash provided by (used for) capital and related financing activities	(46,922)	(2,318)	
Cash flows from investing activities:			
Interest on investments			
Net cash provided by (used for) investing activities			
Net increase (decrease) in cash and cash equivalents	(838,059)	(808,127)	40,701
Cash and cash equivalents, July 1, 1998	838,059	1,326,173	289,537
Cash and cash equivalents, June 30, 1999	\$	\$ 518,046	\$ 330,238
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 18,928	\$ 186,800	\$
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation	4,692	232	
(Increase) decrease in assets:			
Receivables	(905,479)	(1,084,471)	40,701
Inventory			
Increase (decrease) in liabilities:			
Vouchers and accounts payable	41,629	427,219	
Accrued expenses	15,984	4,935	
Total adjustments	(843,174)	(652,085)	40,701
Net cash provided by (used for) operating activities	\$ (824,246)	\$ (465,285)	\$ 40,701

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

Central Services	Special Facilities	Automotive Maintenance	Central Warehouse	Correctional Industries	Records Center	Total
\$ 15,140,430	\$ 8,449,981	\$ 9,223,675	\$ 6,580,948	\$ 3,676,062	\$ 532,188	\$ 70,252,270
(9,458,336)	(7,562,461)	(9,247,086)	(5,816,542)	(3,490,265)	(611,630)	(62,438,567)
(6,291,622)	(978,166)	(417,613)	(911,544)	(1,127,934)	(119,520)	(11,551,250)
180,877	36,287	36,803	23,368	79,653	67,146	483,416
(428,651)	(54,359)	(404,221)	(123,770)	(862,484)	(131,816)	(3,254,131)
1,389,268				750,000		2,139,268
(16,000)	(100,000)					(116,000)
340,524						340,524
						(340,524)
						33,109
1,713,792	(100,000)			750,000		2,056,377
(325,888)			(235,000)	(13,324)		(574,212)
			(95,465)	(4,018)		(99,483)
(2,293,470)		(2,318)	(1,005)	(120,508)		(2,466,541)
			330,465			330,465
(2,619,358)		(2,318)	(1,005)	(137,850)		(2,809,771)
		8,115				8,115
		8,115				8,115
(1,334,217)	(154,359)	(398,424)	(124,775)	(250,334)	(131,816)	(3,999,410)
1,720,652	1,086,139	716,795	175,374	378,309	134,019	6,665,057
\$ 386,435	\$ 931,780	\$ 318,371	\$ 50,599	\$ 127,975	\$ 2,203	\$ 2,665,647
\$ 502,448	\$ (278,206)	\$ 517,851	\$ (139,837)	\$ 713,946	\$ (19,921)	\$ 1,502,009
435,775		232	152,605	61,362		654,898
(1,593,174)	(1,030,736)	(385,661)	32,856	(2,363,176)	(115,428)	(7,404,568)
(55,818)	(285,182)	(35,088)	(97,498)	(23,714)		(497,300)
187,265	1,545,394	(501,231)	(97,818)	757,765	1,673	2,361,896
94,853	(5,629)	(324)	25,922	(8,667)	1,860	128,934
(931,099)	223,847	(922,072)	16,067	(1,576,430)	(111,895)	(4,756,140)
\$ (428,651)	\$ (54,359)	\$ (404,221)	\$ (123,770)	\$ (862,484)	\$ (131,816)	\$ (3,254,131)

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TRUST AND AGENCY FUNDS

Trust and agency funds account for transactions related to assets held by the state in a trust or agency capacity.

Expendable Trust Funds

Employment Security – accounts for the state's unemployment compensation benefits. Revenues consist of taxes assessed on employers to pay benefits to qualified unemployed persons.

Nonexpendable Trust Funds

Permanent School – accounts for certain appropriations of the General Assembly and the earnings thereon, which are to be used for the promotion and support of public education.

Touro Jewish Synagogue – accounts for the earnings on monies bequeathed to the state for the purpose of maintaining the Touro Jewish Synagogue.

Pension Trust Funds

Employees' Retirement System – a multiple-employer, cost-sharing, public employee retirement plan for state employees, teachers and certain employees of local public school districts.

State Police Benefit Trust – a single-employer public employee retirement plan for state police hired after July 1, 1987.

Judicial Benefit Trust - a single-employer public employee retirement plan for judges hired after December 31, 1989.

Municipal Employees' Retirement System – an agent multiple-employer public employee retirement plan for municipal police, firemen and employees of municipalities, housing authorities and water and sewer districts that have elected to participate.

Agency Fund

Statutory Deposits – accounts for deposits required from financial institutions, principally insurance companies, doing business within the state.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

TRUST AND AGENCY FUNDS

June 30, 1999

		Expendable Trust Fund	Nonexpendable Trust Funds		Agency Fund	
	Pension Trust	Employment Security	Permanent School	Touro Jewish Synagogue	Statutory Deposits	Total
Assets						
Cash and cash equivalents	\$ 239,417	\$ 522,661	\$ 552,781	\$ 73,632	\$ 137,430	\$ 1,525,921
Funds on deposit with fiscal agent		240,130,098				240,130,098
Investments	6,556,763,112			2,591,902	57,985,039	6,617,340,053
Receivables (net)	18,191,796	3,066,875				21,258,671
Due from other funds	6,611,699	235,829				6,847,528
Due from other governments and agencies		1,069,309				1,069,309
Total assets	<u>\$ 6,581,806,024</u>	<u>\$ 245,024,772</u>	<u>\$ 552,781</u>	<u>\$ 2,665,534</u>	<u>\$ 58,122,469</u>	<u>\$ 6,888,171,580</u>
Liabilities and Fund Balances						
Liabilities:						
Cash overdraft	\$ 7,978,705	\$	\$	\$	\$	\$ 7,978,705
Vouchers and accounts payable	4,145,979					4,145,979
Deposits held for others					58,122,469	58,122,469
Open trades payable						
Due to other funds	4,813	81,769				86,582
Due to other governments and agencies		757,730				757,730
Other liabilities	653,985					653,985
Total liabilities	<u>12,783,482</u>	<u>839,499</u>			<u>58,122,469</u>	<u>71,745,450</u>
Fund balances:						
Reserved for employment insurance programs		244,185,273				244,185,273
Reserved for employees' pension benefits	6,569,022,542					6,569,022,542
Unreserved			552,781	2,665,534		3,218,315
Total fund balances	<u>6,569,022,542</u>	<u>244,185,273</u>	<u>552,781</u>	<u>2,665,534</u>		<u>6,816,426,130</u>
Total liabilities and fund balances	<u>\$ 6,581,806,024</u>	<u>\$ 245,024,772</u>	<u>\$ 552,781</u>	<u>\$ 2,665,534</u>	<u>\$ 58,122,469</u>	<u>\$ 6,888,171,580</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF PLAN NET ASSETS

PENSION TRUST FUNDS

June 30, 1999

	Employees' Retirement System	Municipal Employees' Retirement System	State Police Retirement Benefits Trust	Judicial Retirement Benefits Trust	Total
Assets					
Cash and cash equivalents	\$	\$	\$ 124,303	\$ 115,114	\$ 239,417
Receivables:					
Member contributions	8,158,219	1,374,811			9,533,030
Employer contributions	7,680,212	978,554			8,658,766
Due from other funds	6,602,676	7,457	708	858	6,611,699
Total receivables	22,441,107	2,360,822	708	858	24,803,495
Investments, at fair value:					
Equity in short-term investment fund	193,022	1,023			194,045
Equity in pooled trust	5,683,181,388	831,579,819	8,508,644	5,512,752	6,528,782,603
Plan specific investments	27,786,464				27,786,464
Total investments	5,711,160,874	831,580,842	8,508,644	5,512,752	6,556,763,112
Total assets	5,733,601,981	833,941,664	8,633,655	5,628,724	6,581,806,024
Liabilities					
Cash overdraft	6,785,725	1,192,980			7,978,705
Vouchers and accounts payable	3,608,996	528,079	5,403	3,501	4,145,979
Due to other funds	4,813				4,813
Payable to certain individuals	653,985				653,985
Total liabilities	11,053,519	1,721,059	5,403	3,501	12,783,482
Net assets held in trust for pension benefits	\$ 5,722,548,462	\$ 832,220,605	\$ 8,628,252	\$ 5,625,223	\$ 6,569,022,542

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS

PENSION TRUST FUNDS

For the Fiscal Year Ended June 30, 1999

	Employees' Retirement System	Municipal Employees' Retirement System	State Police Retirement Benefits Trust	Judicial Retirement Benefits Trust	TOTAL (Memorandum only)
Additions:					
Contributions:					
Member contributions	\$ 106,124,233	\$ 13,228,854	\$ 481,640	\$ 275,348	\$ 120,110,075
Employer contributions	92,286,944	6,608,642	631,386	737,414	100,264,386
State contributions for teachers	30,202,943				30,202,943
Interest on service credits purchased	1,284,052	195,335			1,479,387
Service credit transfer payments	371,685	130,425			502,110
Total contributions	230,269,857	20,163,256	1,113,026	1,012,762	252,558,901
Investment income:					
Net appreciation in fair value of investments	376,448,359	55,000,236	578,364	378,385	432,405,344
Interest	114,889,899	16,511,164	156,614	98,961	131,656,638
Dividends	41,937,237	6,132,868	58,909	37,244	48,166,258
Other investment income	14,061,666	2,056,627	19,871	12,594	16,150,758
	547,337,161	79,700,895	813,758	527,184	628,378,998
Less investment expense	18,633,202	2,724,058	27,888	17,281	21,402,429
Net investment income	528,703,959	76,976,837	785,870	509,903	606,976,569
Total additions	758,973,816	97,140,093	1,898,896	1,522,665	859,535,470
Deductions:					
Benefits:					
Retirement benefits	230,830,638	25,033,839			255,864,477
Cost of living adjustment	54,134,439	2,029,134			56,163,573
SRA Plus (option)	14,341,411	1,034,693			15,376,104
Supplemental benefits	852,299				852,299
Death benefits post retirement	2,582,004	509,189			3,091,193
Death benefits pre retirement	295,380	82,400			377,780
Total benefits	303,036,171	28,689,255			331,725,426
Refund of contributions	5,485,162	1,689,037			7,174,199
Administrative expense	2,177,894	319,021	270	234	2,497,419
Service credit transfer payments	130,425	371,685			502,110
Total deductions	310,829,652	31,068,998	270	234	341,899,154
Net increase	448,144,164	66,071,095	1,898,626	1,522,431	517,636,316
Net assets held in trust for pension benefits					
July 1, 1998	5,274,404,298	766,149,510	6,729,626	4,102,792	6,051,386,226
June 30, 1999	\$ 5,722,548,462	\$ 832,220,605	\$ 8,628,252	\$ 5,625,223	\$ 6,569,022,542

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE****EXPENDABLE TRUST FUND - EMPLOYMENT SECURITY**

For the Fiscal Year Ended June 30, 1999

Revenues:

Taxes	\$ 184,811,385
Federal grants	1,595,785
Interest earnings - funds in trust	14,460,272
Other revenues	1,279,502
Total revenues	<u>202,146,944</u>

Other financing sources:

Reimbursements from other states	<u>5,017,830</u>
Total revenues and other financing sources	<u>207,164,774</u>

Expenditures:

Human services	<u>145,161,297</u>
Total expenditures	<u>145,161,297</u>

Other financing uses:

Benefits paid to other states	3,039,138
Other	111,340

Total expenditures and other financing uses	<u>148,311,775</u>
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Revenues and other financing sources over expenditures and other financing uses	58,852,999
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Fund balance, July 1, 1998	<u>185,332,274</u>
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Fund balance, June 30, 1999	<u><u>\$ 244,185,273</u></u>
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STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES
IN FUND BALANCES****NONEXPENDABLE TRUST FUNDS**

For the Fiscal Year Ended June 30, 1999

	Permanent School	Touro Jewish Synagogue	Total
Operating revenues:			
Fees	\$ 68,976	\$	\$ 68,976
Investment revenue:			
Interest and dividends	18,790	66,387	85,177
Net increase in fair value of investments		254,836	254,836
Total operating revenues	<u>87,766</u>	<u>321,223</u>	<u>408,989</u>
Operating expenses:			
Maintenance		113,211	113,211
Brokerage fees		17,080	17,080
Total operating expenses		<u>130,291</u>	<u>130,291</u>
Operating income	<u>87,766</u>	<u>190,932</u>	<u>278,698</u>
Fund balances, July 1, 1998	<u>465,015</u>	<u>2,474,602</u>	<u>2,939,617</u>
Fund balances, June 30, 1999	<u>\$ 552,781</u>	<u>\$ 2,665,534</u>	<u>\$ 3,218,315</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CASH FLOWS

NONEXPENDABLE TRUST FUNDS

For the Fiscal Year Ended June 30, 1999

	Permanent School	Touro Jewish Synagogue	Total
Cash flows from operating activities:			
Fees	\$ 68,976	\$	\$ 68,976
Maintenance		(156,359)	(156,359)
Brokerage fees		(22,730)	(22,730)
Net cash provided by (used for) operating activities	68,976	(179,089)	(110,113)
Cash flows from investing activities:			
Purchase of investments		(1,617,348)	(1,617,348)
Proceeds from sale of investments		1,744,603	1,744,603
Interest and dividends on investments	18,790	66,387	85,177
Net cash provided by investing activities	18,790	193,642	212,432
Net increase in cash and cash equivalents	87,766	14,553	102,319
Cash and cash equivalents, July 1, 1998	465,015	59,079	524,094
Cash and cash equivalents, June 30, 1999	\$ 552,781	\$ 73,632	\$ 626,413
Reconciliation of operating income to net cash provided by (used for) operating activities:			
Operating income	\$ 87,766	\$ 190,932	\$ 278,698
Adjustments to reconcile operating income to net cash provided by (used for) operating activities:			
Income from investments	(18,790)	(321,223)	(340,013)
Increase (decrease) in liabilities:			
Vouchers and accounts payable		(48,798)	(48,798)
Total adjustments	(18,790)	(370,021)	(388,811)
Net cash provided by (used for) operating activities	\$ 68,976	\$ (179,089)	\$ (110,113)
Cash and cash equivalents reported on the combining balance sheet are:			
Pension Trust Funds			\$ 239,417
Expendable Trust Fund:			
Employment Security			522,661
Nonexpendable Trust Funds:			
Permanent School			552,781
Touro Jewish Synagogue			73,632
Agency Fund:			
Statutory Deposits			137,430
			<u>\$ 1,525,921</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUND - STATUTORY DEPOSITS

For the Fiscal Year Ended June 30, 1999

	Balance July 1, 1998	Additions	Deductions	Balance June 30, 1999
Cash and cash equivalents	\$	\$ 137,430	\$	\$ 137,430
Investments		57,985,039		57,985,039
Total assets	\$	\$ 58,122,469	\$	\$ 58,122,469
Liabilities				
Deposits held for others	\$	\$ 58,122,469	\$	\$ 58,122,469
Total liabilities	\$	\$ 58,122,469	\$	\$ 58,122,469

GENERAL LONG-TERM DEBT ACCOUNT GROUP

The general long-term debt account group is to establish accounting control and accountability for the state's unmatured principle of its general long-term debt, except for that which is accounted for in the proprietary and trust funds, for which the state is obligated in some manner.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF GENERAL LONG-TERM DEBT

June 30, 1999

Assets and other debits

Amount available in debt service reserves:

Debt service fund	\$ 4,000,000
Certificates of participation	2,770,576
R.I. Refunding Bond Authority	15,884,904
Amount to be provided for the retirement of general long-term debt	1,482,541,252
Total	<u>\$ 1,505,196,732</u>

Liabilities

Compensated absences	\$ 62,477,871
Obligations under capital leases:	
Lease obligations to the R.I. Convention Center Authority	329,665,000
Certificates of participation	96,865,000
Bonds Payable:	
Current interest bonds	755,315,199
Capital appreciation bonds	34,728,201
Accreted interest on capital appreciation bonds	34,603,391
Revenue bonds - RIRBA	174,315,000
Other long-term liabilities:	
FHWA ROW Revolving Fund	2,250,000
Violent crimes claims	10,720,658
Arbitrage rebate payable	4,256,412
Total	<u>\$ 1,505,196,732</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

STATEMENT OF CHANGES IN GENERAL LONG-TERM DEBT

For the Fiscal Year Ended June 30, 1999

	Balance July 1, 1998	Additions	Reductions	Balance June 30, 1999
General obligation bonds payable:				
Current interest bonds	\$ 726,738,081	\$ 146,870,000	\$ 118,292,882	\$ 755,315,199
Capital appreciation bonds	40,894,446		6,166,245	34,728,201
Accreted interest on capital appreciation bonds	34,720,168	5,717,978	5,834,755	34,603,391
Revenue bonds - R.I. Refunding Bond Authority	188,420,000		14,105,000	174,315,000
Bonds payable	990,772,695	152,587,978	144,398,882	998,961,791
Lease obligations to the R.I. Convention Center Authority	335,970,000		6,305,000	329,665,000
Certificates of participation	100,555,000		3,690,000	96,865,000
Obligations under capital leases	436,525,000		9,995,000	426,530,000
Compensated absences	59,886,472	2,591,399		62,477,871
Other long-term liabilities:				
FHWA ROW Revolving Fund	2,250,000			2,250,000
Violent crimes claims	6,890,262	4,368,241	537,845	10,720,658
Arbitrage rebate payable	2,465,867	2,960,181	1,169,636	4,256,412
	\$ 1,498,790,296	\$ 162,507,799	\$ 156,101,363	\$ 1,505,196,732

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COMPONENT UNITS

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

DISCRETELY PRESENTED GOVERNMENTAL COMPONENT UNITS

June 30, 1999

Assets	University of Rhode Island	Rhode Island College	Community College of Rhode Island	Central Falls School District	Total
Cash and cash equivalents	\$ 21,779,399	\$ 6,469,664	\$ 5,483,617	\$ 2,221,390	\$ 35,954,070
Investments		1,036,947	781,381		1,818,328
Receivables (net)	27,478,696	6,047,719	1,230,957	385,937	35,143,309
Due from other funds	15,167,304	1,691,281	420,812	228,007	17,507,404
Due from primary government	4,535,255	530,660	409,423		5,475,338
Inventories	1,842,930	426,788	357,950		2,627,668
Fixed assets (net)	1,991,501				1,991,501
Other assets	3,667,868	1,266,502			4,934,370
Amount available in debt service reserves		319,553	535,642		855,195
Amount to be provided for retirement of general long-term obligations	46,540,026	24,288,410	10,949,901	1,572,467	83,350,804
Total assets	<u>\$ 123,002,979</u>	<u>\$ 42,077,524</u>	<u>\$ 20,169,683</u>	<u>\$ 4,407,801</u>	<u>\$ 189,657,987</u>
Liabilities and Fund Equity					
Liabilities:					
Cash overdraft	\$ 12,478,771	\$	\$ 324,026	\$ 86,898	\$ 12,889,695
Vouchers and accounts payable	12,502,353	4,968,231	3,045,192	535,376	21,051,152
Due to other funds	15,167,304	1,691,281	420,812	228,007	17,507,404
Due to primary government	627,117	138,837	161,147		927,101
Deferred revenue	8,947,602	1,542,474	1,051,009	12,306	11,553,391
Other current liabilities	360,532	1,742,774	187,999	141,693	2,432,998
Compensated absences	20,351,355	7,725,208	4,789,203	1,166,787	34,032,553
Notes payable		2,365,963			2,365,963
Loans payable	494,633				494,633
Obligations under capital leases	1,131,460	3,838,131	2,322,522	100,420	7,392,533
Bonds payable	25,269,587	10,678,661	4,373,818		40,322,066
Other long-term liabilities	847,738			305,260	1,152,998
Total liabilities	<u>98,178,452</u>	<u>34,691,560</u>	<u>16,675,728</u>	<u>2,576,747</u>	<u>152,122,487</u>
Fund equity:					
Retained earnings (deficit)	(2,783,377)				(2,783,377)
Fund balances:					
Reserved	51,521,618	7,246,869	3,493,955	245,562	62,508,004
Unreserved:					
Undesignated (deficit)	(23,913,714)	139,095		1,585,492	(22,189,127)
Total fund equity	<u>24,824,527</u>	<u>7,385,964</u>	<u>3,493,955</u>	<u>1,831,054</u>	<u>37,535,500</u>
Total liabilities and fund equity	<u>\$ 123,002,979</u>	<u>\$ 42,077,524</u>	<u>\$ 20,169,683</u>	<u>\$ 4,407,801</u>	<u>\$ 189,657,987</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND EQUITY

DISCRETELY PRESENTED GOVERNMENTAL COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	University of Rhode Island	Rhode Island College	Community College of Rhode Island	Central Falls School District	Total
Revenues:					
Sales and services	\$ 115,832,736	\$ 35,185,174	\$ 23,078,355	\$ 167,219	\$ 174,263,484
Federal grants	46,794,508	6,629,063	6,257,599		59,681,170
Other revenues	27,375,596	3,208,383	3,871,656	714,056	35,169,691
Total revenues	190,002,840	45,022,620	33,207,610	881,275	269,114,345
Other financing sources:					
Bond proceeds	5,225,317	2,773,145			7,998,462
Operating transfers in	2,948,207	1,287,234	497,488		4,732,929
Operating transfers from primary government	81,508,920	37,257,432	34,363,530	27,861,284	180,991,166
Total revenues and other financing sources	279,685,284	86,340,431	68,068,628	28,742,559	462,836,902
Expenditures:					
Current:					
Education	252,769,670	80,525,231	64,151,989	27,136,671	424,583,561
Capital outlays	11,889,029	2,601,352	2,184,112	798,668	17,473,161
Debt service:					
Principal	2,162,324	1,009,198	534,249		3,705,771
Interest	4,452,892	606,936	405,426		5,465,254
Total expenditures	271,273,915	84,742,717	67,275,776	27,935,339	451,227,747
Other financing uses:					
Operating transfers out	2,868,505	1,287,234	497,488		4,653,227
Total expenditures and other financing uses	274,142,420	86,029,951	67,773,264	27,935,339	455,880,974
Revenues and other financing sources over expenditures and other financing uses	5,542,864	310,480	295,364	807,220	6,955,928
Net gain from proprietary operations	1,107				1,107
Fund equity, July 1, 1998	19,280,556	7,075,484	3,198,591	1,023,834	30,578,465
Fund equity, June 30, 1999	\$ 24,824,527	\$ 7,385,964	\$ 3,493,955	\$ 1,831,054	\$ 37,535,500

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

June 30, 1999

	R.I. Housing and Mortgage Finance Corporation	R.I. Student Loan Authority	R.I. Turnpike and Bridge Authority
Assets			
Cash and cash equivalents	\$ 138,927,304	\$ 44,430,193	\$ 3,138,582
Investments	488,680,088	81,957,763	29,438,058
Receivables (net)	1,326,058,826	453,120,338	381,785
Due from primary government			
Due from other governments and agencies			
Inventories			
Loans and real estate owned			
Fixed assets (net)	15,910,527	177,821	42,994,360
Rentals due			
Other assets	24,414,189	3,547,030	512,721
Total assets	<u>\$ 1,993,990,934</u>	<u>\$ 583,233,145</u>	<u>\$ 76,465,506</u>
Liabilities and Fund Equity			
Liabilities:			
Cash overdraft	\$	\$	\$
Vouchers and accounts payable			949,767
Due to primary government			
Due to other governments and agencies		183,086	
Accrued liabilities	34,897,883	9,429,104	481,838
Deferred revenue	3,364,507	447,652	517,514
Notes payable	9,587,053		
Loans payable			
Obligations under capital leases			
Bonds payable	1,549,653,650	539,177,701	43,776,588
Escrow deposits	165,179,624		
Other long-term liabilities			
Total liabilities	<u>1,762,682,717</u>	<u>549,237,543</u>	<u>45,725,707</u>
Fund equity:			
Contributed capital			
Retained earnings:			
Reserved	231,308,217		4,801,547
Unreserved (deficit)		33,995,602	25,938,252
Total fund equity (deficit)	<u>231,308,217</u>	<u>33,995,602</u>	<u>30,739,799</u>
Total liabilities and fund equity	<u>\$ 1,993,990,934</u>	<u>\$ 583,233,145</u>	<u>\$ 76,465,506</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Economic Development Corporation	R.I. Convention Center Authority	Narragansett Bay Water Quality Management District Commission	R.I. Health and Educational Building Corporation	R.I. Resource Recovery Corporation	R.I. Depositors Economic Protection Corporation
\$ 63,499,904	\$ 6,164,092	\$ 11,059,734	\$ 628,213	\$	\$ 17,565,580
23,110,112	17,174,001		6,536,154	27,151,075	18,249,366
24,336,327	1,728,239	11,152,682	801,765	5,287,245	413,238
20,226,320					8,421,590
12,748,743					
					22,015,074
336,277,638	226,789,982	214,047,102	11,050	45,624,008	81,744
21,570,279	6,481,074	2,284,304	15,628	43,218,571	1,891,236
<u>\$ 501,769,323</u>	<u>\$ 258,337,388</u>	<u>\$ 238,543,822</u>	<u>\$ 7,992,810</u>	<u>\$ 121,280,899</u>	<u>\$ 68,637,828</u>
\$ 7,480,287	\$ 1,798,395	\$ 3,802,459	\$	\$ 127,647	\$
		18,806		3,181,946	
		243,094			
6,790,235	3,868,464	2,175,798	28,687	1,083,525	4,003,702
	696,380	910,870			
691,000	2,053,286	323,112		15,000,000	
		43,396,712			
29,874,561		205,984			
200,652,313	304,965,145	21,068,534			107,342,780
13,055,632		116,038		39,875,000	1,194,390
<u>258,544,028</u>	<u>313,381,670</u>	<u>72,261,407</u>	<u>28,687</u>	<u>59,268,118</u>	<u>112,540,872</u>
190,218,727		133,255,035			
		73,980			
53,006,568	(55,044,282)	32,953,400	7,964,123	62,012,781	(43,903,044)
<u>243,225,295</u>	<u>(55,044,282)</u>	<u>166,282,415</u>	<u>7,964,123</u>	<u>62,012,781</u>	<u>(43,903,044)</u>
<u>\$ 501,769,323</u>	<u>\$ 258,337,388</u>	<u>\$ 238,543,822</u>	<u>\$ 7,992,810</u>	<u>\$ 121,280,899</u>	<u>\$ 68,637,828</u>

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING BALANCE SHEET

DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

June 30, 1999

	R.I. Higher Education Assistance Authority	R.I. Public Transit Authority	R.I. Industrial Facilities Corporation
Assets			
Cash and cash equivalents	\$ 9,042,284	\$ 7,702,319	\$ 1,108,287
Investments	12,671,722	98,709	
Receivables (net)	1,331,381	1,369,843	40,767
Due from primary government	35,983	499,499	
Due from other governments and agencies	5,007,551	2,572,105	
Inventories		1,718,975	
Loans and real estate owned			
Fixed assets (net)	1,733,904	43,124,268	
Rentals due			
Other assets	148,835	189,329	
Total assets	<u>\$ 29,971,660</u>	<u>\$ 57,275,047</u>	<u>\$ 1,149,054</u>
Liabilities and Fund Equity			
Liabilities:			
Cash overdraft	\$	\$	\$
Vouchers and accounts payable	491,618	4,337,265	13,908
Due to primary government	5,431		
Due to other governments and agencies	18,046,456		
Accrued liabilities	260,357	9,954,068	
Deferred revenue	80,399	175,328	600
Notes payable	677,758		
Loans payable			
Obligations under capital leases			
Bonds payable			
Escrow deposits			593,600
Other long-term liabilities	650,000	10,064	
Total liabilities	<u>20,212,019</u>	<u>14,476,725</u>	<u>608,108</u>
Fund equity:			
Contributed capital		48,554,735	
Retained earnings:			
Reserved	2,775,105		
Unreserved (deficit)	6,984,536	(5,756,413)	540,946
Total fund equity (deficit)	<u>9,759,641</u>	<u>42,798,322</u>	<u>540,946</u>
Total liabilities and fund equity	<u>\$ 29,971,660</u>	<u>\$ 57,275,047</u>	<u>\$ 1,149,054</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Clean Water Finance Agency	R.I. Industrial- Recreational Building Authority	R.I. Water Resources Board Corporate	R.I. Public Telecommuni- cations Authority	R.I. Children's Crusade for Higher Education	Total
\$ 18,786,394	\$ 2,251,121	\$ 8,187,928	\$ 326,717	\$ 350,970	\$ 333,169,622
60,500,967		2,626,156	2,326,195	10,186,509	780,706,875
142,024,647	738,034	432,062	29,517	224,016	1,969,470,712
					29,183,392
					20,328,399
					1,718,975
					22,015,074
32,735	663,207		5,377,650	118,667	932,964,663
		9,150,000			9,150,000
818,074		556,675	276,200	47,898,740	153,822,885
<u>\$ 222,162,817</u>	<u>\$ 3,652,362</u>	<u>\$ 20,952,821</u>	<u>\$ 8,336,279</u>	<u>\$ 58,778,902</u>	<u>\$ 4,252,530,597</u>
\$ 299,076	\$ 143,700	\$ 50,148	\$ 101,727	\$ 265,240	\$ 127,647
			58,373		22,915,536
					82,610
2,230,550		314,120	424,001		18,472,636
	1,617	1,050,510	15,217		75,942,332
					7,260,594
					28,332,209
					43,396,712
			6,167,700	16,495	36,264,740
136,417,229		18,102,263			2,921,156,203
	500,000			50,800,000	165,773,224
<u>138,946,855</u>	<u>645,317</u>	<u>19,517,041</u>	<u>6,767,018</u>	<u>51,081,735</u>	<u>106,201,124</u>
					372,028,497
					238,958,849
83,215,962	3,007,045	1,435,780	1,569,261	7,697,167	215,617,684
<u>83,215,962</u>	<u>3,007,045</u>	<u>1,435,780</u>	<u>1,569,261</u>	<u>7,697,167</u>	<u>826,605,030</u>
<u>\$ 222,162,817</u>	<u>\$ 3,652,362</u>	<u>\$ 20,952,821</u>	<u>\$ 8,336,279</u>	<u>\$ 58,778,902</u>	<u>\$ 4,252,530,597</u>

Concluded

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	R.I. Housing and Mortgage Finance Corporation	R.I. Student Loan Authority	R.I. Turnpike and Bridge Authority
Operating revenues:			
Charges for services	\$ 2,913,650	\$	\$ 11,269,262
Interest on loans	98,168,159	38,990,893	
Interest on investments	24,988,108		
Net increase (decrease) in fair value of investments	(2,521,188)		
Other operating revenue	1,192,070	36,785	
Total operating revenues	124,740,799	39,027,678	11,269,262
Operating expenses:			
Personal services	7,056,598	676,003	1,444,969
Supplies, materials, and services	7,237,841	2,284,380	1,095,024
Interest expense	95,239,991	21,667,777	
Grant, scholarships, and contract programs			
Depreciation, depletion, and amortization	2,810,795	369,391	779,320
Other operating expenses	9,049,201	7,762,715	1,119,375
Total operating expenses	121,394,426	32,760,266	4,438,688
Operating income (loss)	3,346,373	6,267,412	6,830,574
Nonoperating revenues (expenses):			
Interest revenue			716,677
Grants			
Gain (loss) on sale of property			(4,916)
Interest expense			(2,115,385)
Other nonoperating revenues (expenses)			110,990
Total nonoperating revenue (expenses)			(1,292,634)
Income (loss) before transfers	3,346,373	6,267,412	5,537,940
Operating transfers from primary government			
Operating transfers from component units			
Operating transfers to primary government			
Operating transfers to component units			
Income (loss) before extraordinary items and cumulative effect of change in accounting principle	3,346,373	6,267,412	5,537,940
Extraordinary items	(2,018,518)		
Cumulative effect of change in accounting principle			
Net income (loss)	1,327,855	6,267,412	5,537,940
Other changes in fund equity:			
Increase (decrease) in contributed capital			
Other	2,008,051		
Net increase (decrease) in fund equity	3,335,906	6,267,412	5,537,940
Fund equity (deficit), July 1, 1998, as restated	227,972,311	27,728,190	25,201,859
Fund equity (deficit), June 30, 1999	\$ 231,308,217	\$ 33,995,602	\$ 30,739,799

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Economic Development Corporation	R.I. Convention Center Authority	Narragansett Bay Water Quality Management District Commission	R.I. Health and Educational Building Corporation	R.I. Resource Recovery Corporation	R.I. Depositors Economic Protection Corporation
\$ 33,739,138	\$ 33,966,566	\$ 28,553,207	\$ 963,370 29,649	\$ 40,303,910 2,836,457	\$ 3,583,586
	546,983			1,023,940	30,120,774
33,739,138	34,513,549	28,553,207	993,019	44,164,307	33,704,360
13,002,615	12,503,306	12,316,050	155,273	3,906,039	1,198,217
14,018,416	16,986,863	8,623,355	409,811	12,532,851	4,421,893
				285,957	
				343,436	
13,863,930	10,102,734	4,607,433	3,565	5,357,616	146,223
				33,319	411,609
40,884,961	39,592,903	25,546,838	568,649	22,459,218	6,177,942
(7,145,823)	(5,079,354)	3,006,369	424,370	21,705,089	27,526,418
2,399,593	1,278,923	372,794	261,107		1,432,903
375,000		47,967			
375,963					
(7,015,978)	(19,701,723)	(2,853,702)			(8,835,515)
5,412,018		490,650			(424,930)
1,546,596	(18,422,800)	(1,942,291)	261,107		(7,827,542)
(5,599,227)	(23,502,154)	1,064,078	685,477	21,705,089	19,698,876
7,913,963	18,345,818				53,117,924
200,000					
				(4,000,000)	
2,514,736	(5,156,336)	1,064,078	685,477	17,705,089	72,816,800
					(3,674,501)
2,064,129					
4,578,865	(5,156,336)	1,064,078	685,477	17,705,089	69,142,299
19,680,199		2,049,160			
24,259,064	(5,156,336)	3,113,238	685,477	17,705,089	69,142,299
218,966,231	(49,887,946)	163,169,177	7,278,646	44,307,692	(113,045,343)
\$ 243,225,295	\$ (55,044,282)	\$ 166,282,415	\$ 7,964,123	\$ 62,012,781	\$ (43,903,044)

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND EQUITY DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	R.I. Higher Education Assistance Authority	R.I. Public Transit Authority	R.I. Industrial Facilities Corporation
Operating revenues:			
Charges for services	\$ 6,169,389	\$ 10,847,824	\$ 229,794
Interest on loans			
Interest on investments			
Net increase (decrease) in fair value of investments			
Other operating revenue	129,148		
Total operating revenues	6,298,537	10,847,824	229,794
Operating expenses:			
Personal services	2,019,378	29,870,167	
Supplies, materials, and services	2,954,181	11,559,639	39,961
Interest expense			
Grant, scholarships, and contract programs	6,507,187		
Depreciation, depletion, and amortization	198,259	5,197,606	
Other operating expenses	99,027		
Total operating expenses	11,778,032	46,627,412	39,961
Operating income (loss)	(5,479,495)	(35,779,588)	189,833
Nonoperating revenues (expenses):			
Interest revenue	319,894	277,692	22,575
Grants	134,790	6,526,952	
Gain (loss) on sale of property		(448)	
Interest expense	(41,555)	(5,069)	
Other nonoperating revenues (expenses)	111,169	3,940,257	
Total nonoperating revenue (expenses)	524,298	10,739,384	22,575
Income (loss) before transfers	(4,955,197)	(25,040,204)	212,408
Operating transfers from primary government	7,076,901	22,516,024	
Operating transfers from component units			
Operating transfers to primary government			
Operating transfers to component units			(200,000)
Income (loss) before extraordinary items and cumulative effect of change in accounting principle	2,121,704	(2,524,180)	12,408
Extraordinary items			
Cumulative effect of change in accounting principle			
Net income (loss)	2,121,704	(2,524,180)	12,408
Other changes in fund equity:			
Increase (decrease) in contributed capital		18,325,401	
Other	(7,596,093)		
Net increase (decrease) in fund equity	(5,474,389)	15,801,221	12,408
Fund equity (deficit), July 1, 1998, as restated	15,234,030	26,997,101	528,538
Fund equity (deficit), June 30, 1999	\$ 9,759,641	\$ 42,798,322	\$ 540,946

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Clean Water Finance Agency	R.I. Industrial- Recreational Building Authority	R.I. Water Resources Board Corporate	R.I. Public Telecommuni- cations Authority	R.I. Children's Crusade for Higher Education	Total
\$ 645,116	\$ 229,558	\$ 1,930,644	\$ 1,428,131	\$	\$ 173,189,559
8,545,448	60,186			669,832	152,884,210
			281,589		25,269,697
378,051	72,250		413,072	563,752	(2,521,188)
					34,476,825
9,568,615	361,994	1,930,644	2,122,792	1,233,584	383,299,103
239,393		16,892	1,711,339	1,396,978	87,513,217
570,821	63,241		1,311,862	600,060	84,710,199
6,563,835					123,757,560
				2,826,805	9,677,428
30,378	13,676	112,819	957,503	23,858	44,575,106
	151,772				18,627,018
7,404,427	228,689	129,711	3,980,704	4,847,701	368,860,528
2,164,188	133,305	1,800,933	(1,857,912)	(3,614,117)	14,438,575
	95,891	527,191			7,705,240
16,104,040		(1,521,697)	607,010		22,274,062
					370,599
		(1,015,783)	(397,218)		(41,981,928)
				92,735	9,732,889
16,104,040	95,891	(2,010,289)	209,792	92,735	(1,899,138)
18,268,228	229,196	(209,356)	(1,648,120)	(3,521,382)	12,539,437
			1,728,666	2,018,661	112,717,957
					200,000
					(4,000,000)
					(200,000)
18,268,228	229,196	(209,356)	80,546	(1,502,721)	121,257,394
					(5,693,019)
					2,064,129
18,268,228	229,196	(209,356)	80,546	(1,502,721)	117,628,504
				95,000	40,054,760
18,268,228	229,196	(209,356)	80,546	(1,407,721)	152,190,222
64,947,734	2,777,849	1,645,136	1,488,715	9,104,888	674,414,808
\$ 83,215,962	\$ 3,007,045	\$ 1,435,780	\$ 1,569,261	\$ 7,697,167	\$ 826,605,030

Concluded

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CASH FLOWS

DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	R.I. Housing and Mortgage Finance Corporation	R.I. Student Loan Authority	R.I. Turnpike and Bridge Authority
Cash flows from operating activities:			
Cash received from customers	\$ 277,946,726	\$ 100,571,379	\$ 11,323,391
Cash received from grants			
Collections from loans and receivership assets			
Proceeds from the sale of real estate owned			
Cash payments to suppliers for goods and services	(9,818,354)	(9,676,904)	(2,471,665)
Cash payments to employees for services	(7,056,598)	(662,740)	(1,171,873)
Loans issued	(138,209,424)		
Cash payments for claims, grants, and scholarships		(133,111,014)	
Other operating revenue	10,734,422	22,987	
Other operating expenses			
Net cash provided by (used for) operating activities	133,596,772	(42,856,292)	7,679,853
Cash flows from noncapital financing activities:			
Proceeds from issuance of long-term debt	278,095,000	100,000,000	
Payment of bonds and notes	(238,860,904)	(26,540,000)	
Payment of interest	(96,492,104)	(21,719,381)	
Proceeds from grants			
Collection of loans and mortgages			
Contract revenue			
Operating transfers out			
Operating transfers from primary government			
Operating transfers to primary government			
Operating transfers from component units			
Operating transfers to component units			
Grants issued			
Negative cash balance implicitly financed			
Net cash provided by (used for) noncapital financing activities	(57,258,008)	51,740,619	
Cash flows from capital and related financing activities:			
Principal paid on revenue bonds			(1,335,000)
Proceeds from issuance of long-term debt			
Payment of interest			(2,120,392)
Payment of notes and loans			
Payment of capital lease obligations			
Payment of financing costs		(591,021)	
Payment for the purchase of program rights			
Acquisition of capital assets		(151,330)	(74,328)
Contributed capital			
Proceeds from capital grants used for operating activities			
Proceeds from sale of assets			
Net cash provided (used for) capital and related financing activities		(742,351)	(3,529,720)
Cash flows from investing activities:			
Purchase of investments	(583,278,381)	(76,750,000)	(51,288,277)
Proceeds from sale and maturity of investments	430,506,873	68,151,489	45,612,536
Interest on investments	24,240,159	4,710,257	1,723,334
Net cash provided by (used for) investing activities	(128,531,349)	(3,888,254)	(3,952,407)
Net increase (decrease) in cash and cash equivalents	(52,192,585)	4,253,722	197,726
Cash and cash equivalents, July 1, 1998	188,952,227	40,176,471	2,940,856
Cash and cash equivalents, June 30, 1999	\$ 136,759,642	\$ 44,430,193	\$ 3,138,582

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Economic Development Corporation	R.I. Convention Center Authority	Narragansett Bay Water Quality Management District Commission	R.I. Health and Educational Building Corporation	R.I. Resource Recovery Corporation	R.I. Depositors Economic Protection Corporation
\$ 33,558,909 181,781	\$ 34,415,519	\$ 28,546,646	\$ 955,496	\$ 42,274,274	\$ 3,683,278
			27,404		35,663,935
(16,739,658)	(16,960,232)	(8,050,224)		(12,727,118)	700,810
(13,158,650)	(11,943,097)	(12,181,220)	(546,616)	(5,306,056)	(6,210,088)
		1,097,381		(7,369,659)	3,229
(181,781)				1,058,168	(173,922)
3,660,601	5,512,190	9,412,583	436,284	17,929,609	33,667,242
		1,320,000			
375,000		1,848,201			(75,292,805)
					(9,548,328)
7,913,963	18,345,818				53,138,902
200,000				(4,000,000)	
				127,647	
8,488,963	18,345,818	3,168,201		(3,872,353)	(31,702,231)
	(6,305,000)	(4,544,218)			
7,514,383		(2,779,339)		15,000,000	
(9,471,007)	(17,667,060)			(347,737)	
(196,934)				(16,150,000)	
(3,258,451)		(422,365)		(33,319)	
(46,037,748)	(1,377,059)	(11,177,823)	(4,340)	(15,788,849)	
18,269,506		2,101,560			
494,073				24,700	
(32,686,178)	(25,349,119)	(16,822,185)	(4,340)	(17,295,205)	
(19,356,889)			(31,735,375)	(9,437,601)	(18,601,756)
11,157,189			31,005,480	8,375,016	20,850,054
4,476,180	1,261,041	372,794	261,107	2,836,457	1,286,893
(3,723,520)	1,261,041	372,794	(468,788)	1,773,872	3,535,191
(24,260,134)	(230,070)	(3,868,607)	(36,844)	(1,464,077)	5,500,202
87,760,038	6,394,162	14,928,341	665,057	1,464,077	12,065,378
\$ 63,499,904	\$ 6,164,092	\$ 11,059,734	\$ 628,213	\$	\$ 17,565,580

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CASH FLOWS

DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	R.I. Higher Education Assistance Authority	R.I. Public Transit Authority	R.I. Industrial Facilities Corporation
Cash flows from operating activities:			
Cash received from customers	\$ 4,617,891	\$ 10,710,235	\$ 195,160
Cash received from grants	134,790		
Collections from loans and receivership assets			
Proceeds from the sale of real estate owned			
Cash payments to suppliers for goods and services	(2,844,522)	(20,679,727)	(35,253)
Cash payments to employees for services	(2,004,407)	(20,605,494)	
Loans issued			
Cash payments for claims, grants, and scholarships	(6,507,187)		
Other operating revenue	111,169	595,242	
Other operating expenses			
Net cash provided by (used for) operating activities	(6,492,266)	(29,979,744)	159,907
Cash flows from noncapital financing activities:			
Proceeds from issuance of long-term debt			
Payment of bonds and notes			
Payment of interest	(41,555)	(5,069)	
Proceeds from grants			
Collection of loans and mortgages			
Contract revenue		3,238,468	
Operating transfers out	(943,184)		
Operating transfers from primary government	7,046,349	22,371,504	29,314
Operating transfers to primary government			
Operating transfers from component units			
Operating transfers to component units			(200,000)
Grants issued			
Negative cash balance implicitly financed			
Net cash provided by (used for) noncapital financing activities	6,061,610	25,604,903	(170,686)
Cash flows from capital and related financing activities:			
Principal paid on revenue bonds			
Proceeds from issuance of long-term debt			
Payment of interest			
Payment of notes and loans			
Payment of capital lease obligations			
Payment of financing costs			
Payment for the purchase of program rights			
Acquisition of capital assets	(224,861)	(18,563,497)	
Contributed capital		18,887,932	
Proceeds from capital grants used for operating activities		5,384,548	
Proceeds from sale of assets			
Net cash provided (used for) capital and related financing activities	(224,861)	5,708,983	
Cash flows from investing activities:			
Purchase of investments	(2,978,285)	(98,709)	
Proceeds from sale and maturity of investments	3,500,000	98,670	532,486
Interest on investments	297,136	277,692	22,575
Net cash provided by (used for) investing activities	818,851	277,653	555,061
Net increase (decrease) in cash and cash equivalents	163,334	1,611,795	544,282
Cash and cash equivalents, July 1, 1998	1,849,626	6,090,524	564,005
Cash and cash equivalents, June 30, 1999	\$ 2,012,960	\$ 7,702,319	\$ 1,108,287

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Clean Water Finance Agency	R.I. Industrial- Recreational Building Authority	R.I. Water Resources Board Corporate	R.I. Public Telecommuni- cations Authority	R.I. Children's Crusade for Higher Education	Total
\$	\$ 193,627	\$ 2,487,728	\$ 1,682,046	\$	\$ 553,162,305
					316,571
					35,691,339
					700,810
(421,994)	(7,559)	(27,103)	(2,829,321)	(469,722)	(109,969,444)
(239,393)				(1,396,978)	(76,273,122)
					(138,209,424)
				(849,448)	(147,837,308)
	169,198			570,087	14,361,883
	(91,579)				(447,282)
(661,387)	263,687	2,460,625	(1,147,275)	(2,146,061)	131,496,328
40,758,243					420,173,243
(19,547,587)					(360,241,296)
(6,452,200)					(134,258,637)
16,482,091			612,202		19,317,494
	1,797				1,797
					3,238,468
					(943,184)
			1,787,039	2,018,661	112,651,550
					(4,000,000)
					200,000
					(200,000)
		(1,521,697)			(1,521,697)
					127,647
31,240,547	1,797	(1,521,697)	2,399,241	2,018,661	54,545,385
		(1,080,000)			(13,264,218)
		(1,030,959)	(397,218)		22,514,383
					(33,813,712)
			(318,600)	(5,498)	(16,346,934)
					(3,582,549)
			(297,876)		(1,046,705)
(11,800)			(115,544)	(62,113)	(297,876)
					(93,589,292)
					39,258,998
					5,384,548
					518,773
(11,800)		(2,110,959)	(1,129,238)	(67,611)	(94,264,584)
(40,944,372)		(24,830)	(174,261)	(2,415,251)	(837,083,987)
5,685,932				2,350,903	627,826,628
9,205,920	96,277	543,044	281,589	258,011	52,150,466
(26,052,520)	96,277	518,214	107,328	193,663	(157,106,893)
4,514,840	361,761	(653,817)	230,056	(1,348)	(65,329,764)
14,271,554	1,889,360	8,841,745	96,661	352,318	389,302,400
\$ 18,786,394	\$ 2,251,121	\$ 8,187,928	\$ 326,717	\$ 350,970	\$ 323,972,636

Concluded

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CASH FLOWS (Continued)

DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	R.I. Housing and Mortgage Finance Corporation	R.I. Student Loan Authority	R.I. Turnpike and Bridge Authority
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ 3,346,373	\$ 6,267,412	\$ 6,830,574
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation, depletion, and amortization	2,810,795	369,391	779,320
Interest on investments and other income	(23,902,931)	(4,617,149)	
Interest expense	96,213,804	21,667,777	
Provision for cost of scholarships			
Landfill postclosure costs			
(Increase) decrease in assets:			
Receivables	44,138,407	(66,889,889)	6,679
Inventories			
Prepaid items		(110,507)	(15,875)
Other assets	(2,288,212)	(1,235,384)	
Increase (decrease) in liabilities:			
Accounts payable and accrued expenses	4,883,258	1,650,251	31,705
Deferred revenue	(714,616)	41,806	47,450
Escrow deposits	9,109,894		
Subtotal	130,250,399	(49,123,704)	849,279
Net cash provided by (used for) operating activities	\$ 133,596,772	\$ (42,856,292)	\$ 7,679,853
Noncash investing, capital, and financing activities:			
Assets acquired through loan program	\$	\$	\$
Interest capitalized			
Total noncash transactions	\$	\$	\$

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

<u>R.I. Economic Development Corporation</u>	<u>R.I. Convention Center Authority</u>	<u>Narragansett Bay Water Quality Management District Commission</u>	<u>R.I. Health and Educational Building Corporation</u>	<u>R.I. Resource Recovery Corporation</u>	<u>R.I. Depositors Economic Protection Corporation</u>
<u>\$ (7,145,823)</u>	<u>\$ (5,079,354)</u>	<u>\$ 3,006,369</u>	<u>\$ 424,370</u>	<u>\$ 21,705,089</u>	<u>\$ 27,526,418</u>
13,863,930	10,102,734	4,607,433	3,565	5,357,616	146,223
22,376		84,752		(2,803,769)	(9,765,436)
				319,276	
				(2,709,000)	
(547,314)	(305,794)	559,036	(10,119)	2,274,447	6,749,672
(392,045)		(199,973)	1,433		117,829
	(168,401)			(5,716,051)	9,925,314
(2,140,523)	963,005	1,366,846	17,035	(497,999)	(1,032,778)
		(11,880)			
<u>10,806,424</u>	<u>10,591,544</u>	<u>6,406,214</u>	<u>11,914</u>	<u>(3,775,480)</u>	<u>6,140,824</u>
<u>\$ 3,660,601</u>	<u>\$ 5,512,190</u>	<u>\$ 9,412,583</u>	<u>\$ 436,284</u>	<u>\$ 17,929,609</u>	<u>\$ 33,667,242</u>
\$	\$	\$ 4,942,490	\$	\$	\$
		3,186			
<u>\$</u>	<u>\$</u>	<u>\$ 4,945,676</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>

Continued

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

COMBINING STATEMENT OF CASH FLOWS *(Continued)*

DISCRETELY PRESENTED PROPRIETARY COMPONENT UNITS

For the Fiscal Year Ended June 30, 1999

	R.I. Higher Education Assistance Authority	R.I. Public Transit Authority	R.I. Industrial Facilities Corporation
Reconciliation of operating income (loss) to net cash provided by (used for) operating activities:			
Operating income (loss)	\$ (5,479,495)	\$ (35,779,588)	\$ 189,833
Adjustments to reconcile operating income (loss) to net cash provided by (used for) operating activities:			
Depreciation, depletion, and amortization	198,259	5,197,606	
Interest on investments and other income	351,604	595,242	
Interest expense			
Provision for cost of scholarships			
Landfill postclosure costs			
(Increase) decrease in assets:			
Receivables	(2,946,276)	(147,049)	(33,843)
Inventories		189,229	
Prepaid items	(5,597)	(36,139)	
Other assets			
Increase (decrease) in liabilities:			
Accounts payable and accrued expenses	1,389,239	(8,504)	4,708
Deferred revenue		9,459	(791)
Escrow deposits			
Subtotal	(1,012,771)	5,799,844	(29,926)
Net cash provided by (used for) operating activities	\$ (6,492,266)	\$ (29,979,744)	\$ 159,907
Noncash investing, capital, and financing activities:			
Assets acquired through loan program	\$	\$	\$
Interest capitalized			
Total noncash transactions	\$	\$	\$

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

R.I. Clean Water Finance Agency	R.I. Industrial- Recreational Building Authority	R.I. Water Resources Board Corporate	R.I. Public Telecommuni- cations Authority	R.I. Children's Crusade for Higher Education	Total
<u>\$ 2,164,188</u>	<u>\$ 133,305</u>	<u>\$ 1,800,933</u>	<u>\$ (1,857,912)</u>	<u>\$ (3,614,117)</u>	<u>\$ 14,438,575</u>
30,378	13,676	112,819	957,503	23,858	44,575,106
(9,628,615)			(286,781)	(577,097)	(50,612,556)
6,563,835					124,849,444
				2,100,000	2,100,000
					(2,709,000)
	31,542	(146,730)	8,464	6,335	(17,252,432)
(83,517)	6,317		4,793		189,229
		625,000			(713,281)
					1,142,266
292,344	85,558	41,064	48,158	(85,040)	7,008,327
	(6,711)	27,539	(21,500)		(629,244)
					9,109,894
<u>(2,825,575)</u>	<u>130,382</u>	<u>659,692</u>	<u>710,637</u>	<u>1,468,056</u>	<u>117,057,753</u>
<u>\$ (661,387)</u>	<u>\$ 263,687</u>	<u>\$ 2,460,625</u>	<u>\$ (1,147,275)</u>	<u>\$ (2,146,061)</u>	<u>\$ 131,496,328</u>
\$	\$	\$	\$	\$	\$ 4,942,490
					3,186
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ 4,945,676</u>

Reconciliation of Combining Statement of Cash Flows and Combining Balance Sheet

Cash and cash equivalents from Statement of Cash Flow	\$ 323,972,636
R.I. Housing Mortgage Finance Corporation - Affordability Housing Trust	2,167,662
R.I. Higher Education Assistance Authority - Savings Trust	13,481
R.I. Higher Education Assistance Authority - Federal Student Loan Reserve Fund	7,015,843
Total Cash and Cash Equivalents as reported on the Combining Balance Sheet	<u>\$ 333,169,622</u>

Concluded

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STATISTICAL SECTION

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS**REVENUES BY SOURCE AND EXPENDITURES BY FUNCTION
ALL GOVERNMENTAL FUND TYPES**

Last Ten Fiscal Years

(Expressed in thousands)

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
<u>Revenues by Source</u>				
Taxes	\$ 1,919,008	\$ 1,851,224	\$ 1,686,265	\$ 1,584,277
Licenses, fines, sales and services	175,925	169,496	179,634	173,736
Departmental restricted revenues	107,208	119,561	91,317	92,854
Federal grants	1,215,433	1,079,633	1,082,058	1,009,558
Income from investments	20,426	17,568	11,658	12,118
Other revenues	<u>32,657</u>	<u>32,113</u>	<u>23,793</u>	<u>19,966</u>
Total revenues	<u>\$ 3,470,657</u>	<u>\$ 3,269,595</u>	<u>\$ 3,074,725</u>	<u>\$ 2,892,509</u>

	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>
<u>Expenditures by Function</u>				
Current:				
General government	\$ 211,525	\$ 227,620	\$ 198,800	\$ 197,233
Human services	1,761,940	1,644,950	1,596,517	1,539,547
Education	43,723	43,222	39,877	33,415
Public safety	246,057	233,031	215,939	211,777
Environment	54,729	46,568	43,532	39,000
Transportation	43,660	32,934	33,275	43,391
Capital outlay	227,573	145,846	138,758	148,942
Intergovernmental	684,890	591,766	561,001	535,455
Debt service	<u>125,062</u>	<u>123,086</u>	<u>115,358</u>	<u>107,870</u>
Total expenditures	<u>\$ 3,399,159</u>	<u>\$ 3,089,023</u>	<u>\$ 2,943,057</u>	<u>\$ 2,856,630</u>

<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>	<u>1990</u>
\$ 1,533,559	\$ 1,496,371	\$ 1,453,390	\$ 1,459,043	\$ 1,371,413	\$ 1,380,809
182,646	154,629	186,477	420,056	147,484	143,542
135,687	157,677	189,732	147,987	69,106	68,576
1,009,331	948,495	927,712	999,445	706,975	622,011
14,542	4,634	5,743	16,787	28,293	37,020
15,766	15,559	10,769	8,885	8,378	7,767
<u>\$ 2,891,531</u>	<u>\$ 2,777,365</u>	<u>\$ 2,773,823</u>	<u>\$ 3,052,203</u>	<u>\$ 2,331,649</u>	<u>\$ 2,259,725</u>

<u>1995</u>	<u>1994</u>	<u>1993</u>	<u>1992</u>	<u>1991</u>	<u>1990</u>
\$ 247,873	\$ 307,216	\$ 240,489	\$ 272,241	\$ 213,096	\$ 209,245
1,438,725	1,333,235	1,397,913	1,803,156	1,403,886	1,230,930
62,328	61,151	73,459	43,607	36,084	48,271
196,174	129,623	126,294	122,574	49,301	48,948
50,061	48,249	25,405	21,474	8,849	8,394
37,560	44,674	93,163	88,304	69,605	80,826
247,579	243,829	201,298	224,451	279,450	240,128
494,819	430,549	434,380	430,583	384,075	428,233
108,658	97,701	100,305	81,705	73,619	74,345
<u>\$ 2,883,777</u>	<u>\$ 2,696,227</u>	<u>\$ 2,692,706</u>	<u>\$ 3,088,095</u>	<u>\$ 2,517,965</u>	<u>\$ 2,369,320</u>

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

RATIO OF ANNUAL DEBT SERVICE TO GENERAL EXPENDITURES

Last Ten Fiscal Years

(Expressed in thousands)

Fiscal Year	Debt Service (Principal and Interest)	Total General Expenditures	Ratio
1999	\$ 125,062	\$ 3,399,159	3.68%
1998	123,086	3,089,023	3.98%
1997	115,358	2,943,057	3.92%
1996	107,870	2,856,630	3.78%
1995	108,658	2,883,777	3.77%
1994	97,701	2,696,227	3.62%
1993	100,305	2,692,706	3.73%
1992	81,705	3,088,095	2.65%
1991	73,619	2,517,965	2.92%
1990	74,345	2,369,320	3.14%

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

GENERAL OBLIGATION DEBT PER CAPITA

Last Ten Fiscal Years

(Expressed in thousands except per capita)

Fiscal Year	Rhode Island Population	General Obligation Bonds Outstanding	G.O. Debt per Capita
1999	991 *	\$ 998,961	\$ 1,008.03
1998	988	990,772	1,002.81
1997	987	1,015,506	1,028.88
1996	990	991,786	1,001.80
1995	992	987,367	995.33
1994	996	986,249	990.21
1993	1,000	855,203	855.20
1992	1,002	787,914	786.34
1991	1,005	722,250	718.66
1990	1,005	585,386	582.47

Source: *Population* - U.S. Department of Commerce, Bureau of the Census

* *Estimate*

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

SCHEDULE OF PERSONAL INCOME AND PER CAPITA PERSONAL INCOME

1989 THROUGH 1998

	<u>Personal Income</u> (in millions)				<u>Per Capita Personal Income</u> (in dollars)			
	<u>United States</u>		<u>Rhode Island</u>		<u>United States</u>		<u>Rhode Island</u>	
	<u>Amount</u>	<u>Percent Change</u>	<u>Amount</u>	<u>Percent Change</u>	<u>Amount</u>	<u>Percent Change</u>	<u>Amount</u>	<u>Percent Change</u>
1998	\$ 7,158.1	5.7%	\$ 26.6	4.7%	\$ 26,482	4.7%	\$ 26,924	4.8%
1997	6,770.7	5.3%	25.4	3.7%	25,298	4.4%	25,689	3.7%
1996	6,428.1	5.4%	24.5	3.4%	24,231	4.4%	24,765	3.9%
1995	6,101.2	6.3%	23.7	7.2%	23,208	5.3%	23,844	7.3%
1994	5,740.4	4.9%	22.1	1.4%	22,047	3.9%	22,217	2.1%
1993	5,471.4	4.2%	21.8	4.3%	21,224	3.1%	21,753	4.5%
1992	5,248.4	6.0%	20.9	4.0%	20,581	4.8%	20,826	4.2%
1991	4,950.4	3.7%	20.1	1.5%	19,636	2.6%	19,992	1.5%
1990	4,774.0	6.7%	19.8	3.1%	19,142	5.6%	19,691	2.7%
1989	4,474.1	7.5%	19.2	7.9%	18,127	6.5%	19,166	7.3%

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

SCHEDULE OF ECONOMIC INDICATORS

1989 THROUGH 1998

	<u>Civilian Labor Force</u> (in thousands)		<u>Unemployment Rate</u>		<u>Retail Sales</u> (in millions)		<u>Home Sales</u>	
	<u>Number in Labor Force</u>	<u>Percent Change</u>	<u>Rate</u>	<u>Percent Change</u>	<u>Amount</u>	<u>Percent Change</u>	<u>Number of Sales</u>	<u>Percent Change</u>
1998	498	-1.4%	4.9%	(7.5)%	*		16,900	17.4%
1997	505	1.8%	5.3%	3.9%	\$ 23,166	17.7%	14,400	21.0%
1996	496	2.3%	5.1%	(27.1)%	19,680	(4.0)%	11,900	0.0%
1995	485	(2.4)%	7.0%	(1.4)%	19,680	(4.0)%	11,900	2.6%
1994	497	(2.9)%	7.1%	(9.0)%	20,505	3.4%	11,600	5.5%
1993	512	(1.7)%	7.8%	(13.3)%	19,829	2.1%	11,000	10.0%
1992	521	1.8%	9.0%	4.7%	19,428	1.9%	10,000	28.2%
1991	512	(1.3)%	8.6%	26.5%	19,064	(3.2)%	7,800	0.0%
1990	519	(1.1)%	6.8%	65.9%	19,704	0.8%	7,800	(17.9)%
1989	525	0.0%	4.1%	32.3%	19,548	8.5%	9,500	(13.6)%

Sources: US Department of Commerce. US Department of Labor. Federal Reserve Bank of Boston.
Rhode Island Economic Development Corporation.

* Not available

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

SCHEDULE OF TEN LARGEST PRIVATE EMPLOYERS IN 1998

<u>Rank</u>	<u>Employer</u>	<u>Employed</u>	<u>Primary Business Activity</u>
1	Lifespan	10,302	Hospital
2	Care New England	4,791	Hospital
3	Stop & Shop Supermarket Co., Inc.	3,880	Grocery Store
4	CVS Corporation	3,623	Drug Store
5	Brown University	3,355	University
6	Fleet Financial Group, Inc.	2,872	Bank
7	Citizens Financial Group, Inc.	2,868	Bank
8	Metropolitan Life Insurance Company	2,200	Insurance
9	BankBoston Corporation	2,160	Bank
10	St. Joseph Health Services of RI	1,969	Hospital

Source: *Rhode Island Economic Development Corporation.*
Some employers are not listed because they did not wish to participate.

STATE OF RHODE ISLAND AND PROVIDENCE PLANTATIONS

SCHEDULE OF MISCELLANEOUS STATISTICS

Adoption of Constitution	<u>November 5, 1842</u>
Land area (square miles)	<u>1,545</u>
Miles of state highway	<u>5,978</u>

State Police Protection:	
Number of stations	<u>5</u>
Number of officers	<u>205</u>

Higher Education:	
Number of institutions	<u>13</u>
Number of educators	<u>4,019</u>
Number of students	<u>75,238</u>

Recreation:	
Number of state parks, beaches, bike paths	<u>20</u>
Area of state parks, beaches (acres)	<u>13,289</u>
Length of bike paths (miles)	<u>31</u>
Area of state-owned forests (square miles)	<u>70</u>
Percent of state covered with forest (all ownership)	<u>60%</u>

Sources: *Rhode Island State Police Annual Report. Office of Higher Education. Rhode Island Almanac. Rhode Island Department of Environmental Management, Division of Parks and Recreation and Division of Forest Environment.*